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BUDGET ESTIMATES

FOR THE

UNITED STATES

DEPARTMENT OF AGRICULTURE

FOR THE FISCAL YEAR ENDING

JUNE 30, 1972



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A SEPARATE FROM THE BUDGET OF
THE UNITED STATES GOVERNMENT
1972

BUDGET ESTIMATES
FOR THE
UNITED STATES
DEPARTMENT OF AGRICULTURE
FOR THE FISCAL YEAR ENDING
JUNE 30, 1972

A Separate from the Budget of the United States Government
1972



U.S. GOVERNMENT PRINTING OFFICE
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ANALYSIS OF BUDGET AUTHORITY AND OUTLAYS BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1970 enacted	1971 estimate	1972 estimate	Increase or decrease (—)	Explanation
DEPARTMENT OF AGRICULTURE					
AGRICULTURAL RESEARCH SERVICE					
<i>Federal Funds</i>					
General and special funds:					
Salaries and expenses.....355 NOA	240,253	246,885	249,880	—9,847	Decrease results from elimination of certain research activities, nonrecurring construction funds, and reduction of certain pest and disease control programs partially offset by increases for expansion of a Federal-State program for managing the use of pesticides and for research on plant pathogens, and quarantine and veterinary biologics inspections.
Permanent (special fund)..... NOA	15,000	15,000	15,000		
Reappropriation..... NOA	2,000	2,000			
Exp. NOA	259,864	266,209	271,289	5,080	
Salaries and expenses (special foreign currency program).....355 Exp. NOA	5,000	5,000	10,000	5,000	Increase provides for expansion of agricultural research in underdeveloped countries.
Intragovernmental funds:					
Working capital fund, Agricultural Research Center.....355 Exp.	5,956	7,250	8,503	1,253	
	292				(This fund finances, on a reimbursable basis, central facilities and services amounting to \$5.4 million.)
Total Federal funds Agricultural Research Service.	262,253	279,727	274,880	—4,847	
	266,112	273,459	279,792	6,333	
<i>Trust Funds</i>					
Miscellaneous trust funds (permanent).....355 NOA	1,144	1,841	1,852	11	Certain services are financed by fees and contributions from business organizations, States, and others.
	1,152	2,031	1,887	—144	
COOPERATIVE STATE RESEARCH SERVICE					
<i>Federal Funds</i>					
General and special funds:					
Payments and expenses.....355 NOA	62,640	68,476	74,325	5,849	Provides for increased grants to colleges established by the Second Morrill Act of 1890, for rural development research, and for increased costs of conducting research.
	61,867	69,500	73,300	3,800	

Trust Funds

Miscellaneous contributed funds (permanent).....355	NOA	2	3	3	3	-----	Contributions are received from States and local organizations for work performed under cooperative agreements.
Exp.	3	3	3	3	-----		

EXTENSION SERVICE

Federal Funds

General and special funds: Cooperative extension work, pay- ments and expenses.....355	NOA	131, 734	160, 752 } p 198	171, 404	10, 454	Increase provides for extension programs at the colleges estab- lished by the Second Morrill Act of 1890, for expansion of programs in the District of Columbia, for rural development work, and for increased operating costs.
Exp.	Exp.	124, 492	160, 050	170, 800	10, 750	

Intragovernmental funds:

Advances and reimbursements.....355	Exp.	34	-----	-----	-----
-------------------------------------	------	----	-------	-------	-------

Total Federal funds Extension Service.	NOA	131, 734	160, 950	171, 404	10, 454
	Exp.	124, 526	160, 050	170, 800	10, 750

FARMER COOPERATIVE SERVICE

Federal Funds

General and special funds: Salaries and expenses.....355	NOA	1, 648	1, 684 } p 89	1, 773	-----	Provides assistance to help expand benefits of cooperative mar- keting and purchasing.
Exp.	Exp.	1, 630	1, 770	1, 770	-----	

Total Federal funds Farmer Cooperative Service.	NOA	1, 648	1, 773	1, 773	-----
	Exp.	1, 630	1, 770	1, 770	-----

Trust Funds

Miscellaneous contributed funds (per- manent).....355	NOA	74	50	110	60	Contributions are received from States and local organizations for work under cooperative agreements.
Exp.	Exp.	37	78	103	25	

c Proposed for separate transmittal, wage-board supplemental.

p Proposed for separate transmittal, civilian pay act supplemental.

ANALYSIS OF BUDGET AUTHORITY AND OUTLAYS BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1970 enacted	1971 estimate	1972 estimate	Increase or decrease (—)	Explanation
DEPARTMENT OF AGRICULTURE—Continued					
SOIL CONSERVATION SERVICE					
<i>Federal Funds</i>					
General and special funds:					
Conservation operations.....354 NOA	131,678	128,472 } c 36	135,527	—43	Program will continue at about the 1971 level.
		p 7,062			
Exp. 129,709		136,498	136,016	—482	
River basin surveys and investigations.....401 NOA	8,816	9,042 } p 460	9,591	89	Program will continue at about the 1971 level.
Exp. 8,854		9,797	9,626	—171	
Watershed planning.....401 NOA	6,748	6,066 } c 2	5,809	—633	Decrease is associated with reduced level of project planning.
		p 374			
Exp. 6,899		6,472	5,771	—701	
Watershed works of improvement.....401 NOA	66,323	75,992 } c 34	75,797	—1,753	Provides for 60 construction starts and funds for construction in continuing projects.
		p 1,524			
Exp. 70,725		77,165	80,428 }	2,952	
NL 158		811	500 }		
Flood prevention.....401 NOA	24,737	21,036 } c 37	21,680	—7	Provides for about the same program level.
		p 614			
Exp. 27,577		28,493	22,045	—6,448	
Great Plains conservation program.....354 NOA	15,417	15,854 } p 244	15,593	—505	Provides for about the same program level.
Exp. 16,413		16,398	16,342	—56	

Resource conservation and development-----354	NOA Exp. NL	10,821 8,972	14,270 a 455 12,828 218	14,245 14,013	-480 967	Provides for 10 new planning starts and for services to 78 operating projects. Includes program formerly financed by Rural renewal account, Farmers Home Administration.
Plant materials center-----354	NOA Exp.	400 259	345 334	----- 152	-345 -182	Provides for purchase of a new plant materials center pursuant to Public Law 90-85.
Total Federal funds Soil Conservation Service.	NOA Exp. NL	264,940 269,408 158	281,919 287,985 1,029	278,242 284,393 500	-3,677 -4,121	
<i>Trust Funds</i>						
Miscellaneous contributed funds (permanent, indefinite):						
(Agricultural land and water resources)-----354	NOA Exp.	57 57	407 217	557 457	150 240	Contributions are received from States and local organizations for work performed under cooperative agreements.
(Water resources and power)---401	NOA Exp.	942 1,253	2,310 2,283	2,410 2,471	100 188	
Total trust funds Soil Conservation Service.	NOA Exp.	999 1,310	2,717 2,500	2,967 2,928	250 428	
ECONOMIC RESEARCH SERVICE						
<i>Federal Funds</i>						
General and special funds:						
Salaries and expenses-----355	NOA Exp.	14,962 15,698	14,848 a 825 15,186	15,413 14,926	-260 -260	Decrease reflects reduction in public relations and in certain statistical activities.
Total Federal funds Economic Research Service.	NOA Exp.	14,962 15,698	15,673 15,186	15,413 14,926	-260 -260	

c Proposed for separate transmittal, wage-board supplemental.

d Proposed for separate transmittal, civilian pay act supplemental.

ANALYSIS OF BUDGET AUTHORITY AND OUTLAYS BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1970 enacted	1971 estimate	1972 estimate	Increase or decrease (—)	Explanation
DEPARTMENT OF AGRICULTURE—Continued					
ECONOMIC RESEARCH SERVICE—Con.					
<i>Trust Funds</i>					
Miscellaneous contributed funds NOA	21	15	15	-----	
(permanent).....355 Exp.	90	15	15	-----	
STATISTICAL REPORTING SERVICE					
<i>Federal Funds</i>					
General and special funds:					
Salaries and expenses.....355 NOA	16,892	17,792 } 846	18,858	220	Increase is for additional postal costs.
Exp.	17,244	18,405	18,560	155	
Total Federal funds Statistical NOA	16,892	18,638	18,858	220	
Reporting Service. Exp.	17,244	18,405	18,560	155	
<i>Trust Funds</i>					
Miscellaneous contributed funds (per- NOA	9	20	20	-----	Contributions are received from States, local organizations, and
manent).....355 Exp.	9	20	20	-----	others for crop and livestock surveys.
CONSUMER AND MARKETING SERVICE					
<i>Federal Funds</i>					
General and special funds:					
Consumer protective, marketing, NOA	137,917	149,083 } 2,464	171,158	12,861	1971 supplemental is for increased Federal inspection workload in
and regulatory programs.....355		2,464 } 6,750			interstate poultry plants. Increase is for expansion of interstate
Exp.	136,880	154,839 } 2,464	169,708	12,405	meat and poultry inspection programs. Funds are also provided
					to carry out the requirements of the Egg Products Inspection
					Act of 1970 and the Plant Variety Protection Act of 1970
					beginning in 1971.

Payments to States and possessions-----355	NOA Exp.	1,600 1,600	1,675 1,675	1,600 1,600	-75 -75	Decrease represents reduced matching payments to States for programs to improve marketing.
Removal of surplus agricultural commodities (permanent, indefinite, special fund)-----351	NOA Exp.	478,443 449,540	464,659 463,781	495,040 478,200	30,381 14,419	Increase primarily reflects additional commodity purchases for distribution programs.
Perishable Agricultural Commodities Act fund (permanent, indefinite, special fund)-----355	NOA Exp.	954 996	1,074 1,140	1,262 1,189	188 49	License fees are used to finance administration of the act. Estimate reflects annualized fee increase effective Jan. 1, 1970.
Total Federal funds Consumer and Marketing Service.	NOA Exp.	618,914 589,016	625,705 623,899	669,060 650,697	43,355 26,798	
<i>Trust Funds</i>						
Consumer and Marketing Service trust funds (permanent, indefinite)-----355	NOA Exp.	34,858 35,973	38,331 40,887	38,793 41,467	462 580	Fees are charged for various inspection and grading services.
Milk market orders assessment fund-----351	Exp. NL	-943 778	-187 3	-152 -17	15	(Operations are financed by assessments on regulated milk handlers.)
Total trust funds Consumer and Marketing Service.	NOA Exp. NL	34,858 35,030 778	38,331 40,700 3	38,793 41,315 -17	462 595	

^a Proposed for separate transmittal under existing legislation, other than pay supplemental.

^b Proposed for separate transmittal, civilian pay act supplemental.

ANALYSIS OF BUDGET AUTHORITY AND OUTLAYS BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1970 enacted	1971 estimate	1972 estimate	Increase or decrease (—)	Explanation
DEPARTMENT OF AGRICULTURE—Continued					
FOOD AND NUTRITION SERVICE					
<i>Federal Funds</i>					
General and special funds:					
Child nutrition programs.....702 NOA	122,500	301,903	350,639	42,421	Provides increased direct appropriation for special assistance for free and reduced priced lunches.
Permanent (special fund)..... NOA	194,266	238,358	232,043		
Exp. NOA	299,131	521,530	560,716	39,186	
Special milk program.....702 NOA	84,000	104,000	-----	-104,000	Decrease reflects proposal to convert this program to other food assistance programs in 1972.
Exp. NOA	83,800	102,378	14,315	-88,063	
Food stamp program.....702 NOA	596,941	^c 1,416,235	^f 1,996,398	460,163	Supplemental in 1971 is required to accommodate expected growth in participants during 1971. Increase in 1972 provides for an expanded program under recent legislation.
Exp. NOA	576,810	^a 120,000	1,971,398	436,163	
		^a 120,000			
Total Federal funds Food and Nutrition Service.	997,707	2,180,496	2,579,080	398,584	
	959,741	2,159,143	2,546,429	387,286	
FOREIGN AGRICULTURAL SERVICE					
<i>Federal Funds</i>					
General and special funds:					
Salaries and expenses.....355 NOA	23,562	24,251	24,496	-263	Decrease reflects reduced export market development and promotion activity.
Permanent (indefinite, special fund). NOA	3,117	^b 3,117	3,117		
Exp. NOA	24,064	25,418	25,847	429	
Salaries and expenses (special foreign currency program).....355 Exp.	772	750	750	-----	(Market development and promotion program is financed from prior year appropriations.)
Total Federal funds Foreign Agricultural Service.	26,679	27,876	27,613	-263	
	24,836	26,168	26,597	429	

FOREIGN ECONOMIC DEVELOPMENT
SERVICE*Federal Funds*

Intragovernmental funds:					
Advances and reimbursements	152	Exp.	26		

COMMODITY EXCHANGE AUTHORITY

Federal Funds

General and special funds:					
Salaries and expenses	355	NOA	2,478	2,550 } p 121	2,671
		Exp.	2,167	2,620	2,620

Estimate provides for supervision of futures trading.

Total Federal funds	Com-				
modity Exchange Author-	NOA		2,478	2,671	
ity.	Exp.		2,167	2,620	

AGRICULTURAL STABILIZATION AND
CONSERVATION SERVICE*Federal Funds*

General and special funds:					
Expenses, Agricultural Stabiliza-		NOA	153,000	150,000 }	156,555
tion and Conservation Serv-				p 6,905	
ice	351	Exp.	152,604	156,269	155,919
Sugar Act program	351	NOA	93,000	83,600	86,000
		Exp.	92,976	88,000	85,000

Change results from reduced workload.

Estimate relates to increase in payments to sugar producers.

-350

-350

2,400

-3,000

a Proposed for separate transmittal under existing legislation, other than pay supplemental.

b Proposed for separate transmittal, civilian pay act supplemental.

c Recommended to carry out authorizing legislation to be proposed.

e Includes \$1,246,000 thousand recommended to carry out authorizing legislation to be proposed.

ANALYSIS OF BUDGET AUTHORITY AND OUTLAYS BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1970 enacted	1971 estimate	1972 estimate	Increase or decrease (—)	Explanation
DEPARTMENT OF AGRICULTURE—Continued					
AGRICULTURAL STABILIZATION AND CONSERVATION SERVICE—Continued					
<i>Federal Funds—Continued</i>					
General and special funds—Continued					
Rural environmental assistance program:					
Contract authority.....354	195,500	195,500	140,000	-55,500	Formerly the agricultural conservation program. Redirected to
Liquidation of contract authority	(-195,500)	(-185,000)	(-150,000)	(35,000)	environmental problems.
Exp.	182,618	178,800	150,000	-28,800	
Water Bank Act program.....354			10,000	10,000	New program to be initiated in 1972 to protect waterfowl produc-
NOA			10,000	10,000	ing wetlands.
Exp.					
Cropland adjustment program..351	77,200	77,800	69,800	-8,000	Decrease results from reduction in previously authorized con-
NOA	77,372	77,150	69,980	-7,170	tracts.
Exp.					
Conservation reserve program..351	37,250				(All land retirement contracts have expired.)
NOA	38,620	927	89	-838	
Exp.					
Emergency conservation meas- ures.....354	5,000	5,000	5,000		Provides cost-sharing assistance to farmers for land damaged by
Exp.	8,304	7,500	7,500		natural disasters.
Dairy and beekeeper indemnity programs.....351	200	550	5,500	1,450	Agriculture Act of 1970 extended authority for indemnity pay-
NOA		3,500			ments to farmers, and added dairy processors and beekeepers to
Exp.	126	500	5,500	1,500	list of eligibles.
		3,500			
Cropland conversion program..351	2,276	200	150	-50	(Decrease in payments under previously authorized contracts.)
Exp.					
Total Federal funds Agricul- tural Stabilization and Con- servation Service.	561,150	522,855	472,855	-50,000	
	554,896	512,846	484,138	-28,708	

COMMODITY CREDIT CORPORATION

Federal Funds

Price Support and Related Programs

Public enterprise funds:

Commodity Credit Corporation
fund:Price support and related
programs:Reimbursement for net realized
losses.

Applied to contract authority

5, 215, 934	3, 363, 155	4, 213, 331		
—931, 797	—697, 886		888, 244	
4, 233, 663	2, 590, 102	3, 471, 240		Appropriation request is for full restoration of 1970 losses.
44, 887	73, 297	67, 973		Increase due primarily to excess of 1970 losses over 1969 losses.
5, 587	1, 870	14, 300		
3, 726, 316	3, 127, 989	3, 542, 155	421, 272	
50, 474	75, 167	82, 273		
(32, 000)	(36, 500)	(38, 500)	(2, 000)	

NOA

LA

LA

Exp.

NL

Limitation on administrative
expenses.Total price support and
related programs.

NOA

LA

Exp.

NL

Special Activities

Intragovernmental funds:

National Wool Act (permanent,
indefinite, special fund) -----351

NOA

Exp.

(Game bird protection) -----351

Exp.

19 (Reimbursement is received from Department of the Interior for
grain furnished to migrating birds.)

19

—19

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* Proposed for separate transmittal under existing legislation, other than pay supplemental.

ANALYSIS OF BUDGET AUTHORITY AND OUTLAYS BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1970 enacted	1971 estimate	1972 estimate	Increase or decrease (—)	Explanation
DEPARTMENT OF AGRICULTURE—Continued					
COMMODITY CREDIT CORPORATION—Continued					
<i>Federal Funds—Continued</i>					
<i>Special Activities—Continued</i>					
Intragovernmental funds—Continued					
(Sale of long-staple cotton) 351 Exp.	423	59	-----	—59	(The corporation is authorized to sell cotton released from the national stockpile. Proceeds less costs incurred are deposited in the Treasury as miscellaneous receipts.)
(Conservation loans) 354 Exp.	—2,800	-----	-----	-----	(Corporate funds, up to \$50 million annually, are loaned to the Secretary of Agriculture to purchase conservation materials and services.)
(Domestic consumption re- search) 355 Exp.	826	151	-----	—151	(Payments for this program have been completed.)
(Purchase of dairy products, sec- tion 709) 351 Exp.	7,778	-----	-----	-----	(Permits purchase of dairy products to meet domestic donation needs.)
Increase or decrease (—) in amount owed by general fund for foreign assistance programs.	16,170	311,996	—358,789	—670,785	(The budget reflects the following amounts owed to CCC by foreign assistance and special export programs (in thousands): \$30,623 in 1969, \$46,793 in 1970, and \$358,789 in 1971.)
Total special activities.....	67,893	56,273	76,012	19,739	
NOA	78,689	388,199	—291,781	—679,980	
Exp.					
Total Federal funds Com- modity Credit Corporation	4,301,556	2,646,375	3,547,252	907,983	
LA	50,474	75,167	82,273		
(excluding foreign assist- ance and special export pro- grams).	3,805,005	3,516,188	3,250,374	—238,708	
Exp.					
NL	50,474	75,167	82,273		

Foreign Assistance and Special
Export Programs

General and special funds:					
Public Law 480:					
Sale of agricultural commodities		NOA	411, 100	866, 565	455, 465
for foreign currencies and for		Exp.	663, 400	616, 611	-46, 789
dollars on credit terms (title					
I).....					
154					
Commodities disposed of and		NOA	291, 400	453, 835	162, 435
other costs incurred in con-		Exp.	351, 030	345, 000	-6, 030
nection with donations abroad					
(title II).....					
154					
Total Public Law 480.....		NOA	702, 500	1, 320, 400	617, 900
		Exp.	1, 014, 430	961, 611	-52, 819
Bartered materials for supplemen-		NOA	25	-----	-25
tal stockpile.....		Exp.	91	-----	-91
Increase (-) or decrease in amount		Exp.	-311, 996	358, 789	670, 785
owed by general fund to Com-					
modity Credit Corporation.					
Total foreign assistance and		NOA	702, 525	1, 320, 400	617, 875
special export programs.		Exp.	702, 525	1, 320, 400	617, 875
Total Federal funds Com-		NOA	3, 348, 900	4, 867, 652	1, 525, 858
modity Credit Corporation.		LA	75, 167	82, 273	
		Exp.	4, 218, 713	4, 570, 774	359, 167
		NL	75, 167	82, 273	

(Reflects completion of program in 1971.)

(Expenditures shown above have been made by the Commodity Credit Corporation in advance of appropriations in some years. This adjustment line brings the total of this group to the amounts paid by the appropriation to the Corporation during each year.)

ANALYSIS OF BUDGET AUTHORITY AND OUTLAYS BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1970 enacted	1971 estimate	1972 estimate	Increase or decrease (—)	Explanation
DEPARTMENT OF AGRICULTURE—Continued					
FEDERAL CROP INSURANCE CORPORATION					
<i>Federal Funds</i>					
General and special funds:					
Administrative and operating ex- penses.....	NOA 11,996 11,932	11,997 11,972	12,000 11,932	3 -40	Estimate finances a major portion of the Corporation's adminis- trative and operating costs.
Subscription to capital stock.....	NOA -----	-----	10,000	10,000	Enables the Secretary of the Treasury to subscribe to and pay for the capital stock of the Corporation. 1972 losses are esti- mated at 90% of premiums.
Public enterprise funds:					
Federal Crop Insurance Corpora- tion fund.....	NOA 10,000 9,300 (2,339)	----- -3,074 (2,335)	----- 256 (2,825)	----- 3,330 (-53)	(Limitation finances remainder of Corporation's administrative and operating costs.)
Limitation on administrative and operating expenses.	-----	(543)	-----	-----	-----
Total Federal funds Fed- eral Crop Insurance Cor- poration.	21,996 21,232	11,997 8,898	22,000 12,188	10,003 3,290	-----
RURAL ELECTRIFICATION ADMINISTRATION					
<i>Federal Funds</i>					
General and special funds:					
Loans (authority to spend debt receipts).....	LA 463,300 6,152 491,622	465,800 3,400 528,165	447,200 ----- 510,000	-18,600 -21,565	Estimate anticipates that part of the capital requirements of rural electric and telephone systems will be satisfied by private sources.
Repayments deposited in miscel- laneous receipt accounts.	LA ----- -174,849	----- -173,900	-172,200	1,700	-----

Rural telephone bank: Loans (ap- propriation and authority to spend agency debt receipts).....352	LA	-----	-----	-----	-----	-----	After enactment of proposed legislation to create a rural telephone bank, \$30 million will be provided for purchase of capital stock in the bank.
Salaries and expenses.....352	NOA	14,834	14,613	15,868	318,000	490	Estimate covers administrative expenses of rural electrification and telephone programs.
	Exp.	14,683	15,335	15,761	426		
Total Federal funds Rural Electrification Administra- tion.	NOA	14,834	15,378	15,868	301,590		
	LA	288,451	291,900	593,000			
	Exp.	20,835	18,735	15,761	-19,439		
	NL	316,773	354,265	337,800			
FARMERS HOME ADMINISTRATION							
<i>Federal Funds</i>							
General and special funds:							
Rural water and waste disposal grants.....352	NOA	46,000	100,000	-----	-100,000		Despite decrease, unobligated balances will permit 1972 develop- ment grant program at the \$40 million level planned for 1971.
	Exp.	25,393	38,227	61,000	22,773		
Rural renewal.....352	Exp.	642	54	-----	-54		(Program transferred to the Soil Conservation Service and merged with the Resource Conservation and Development Program during 1970.)
	NL	-145	-----	-----	-----		
Rural housing for domestic farm labor.....352	NOA	2,500	2,500	2,500	-----		Grants to nonprofit public or private organizations for low-rent housing and related facilities will continue at 16.
	Exp.	6,272	4,000	2,000	-2,000		
Mutual and self-help housing.....352	NOA	2,125	775	2,000	1,225		Grants to public or private nonprofit associations for assistance in providing self-help housing will continue at 30 in 1972.
	Exp.	-----	1,500	2,000	500		
Salaries and expenses.....352	NOA	71,395	85,943	92,800	2,336		Increase is due primarily to expansion in the low- and moderate- income housing programs.
	Exp.	70,534	90,441	92,800	2,359		

^a Proposed for separate transmittal under proposed legislation.
^b Proposed for separate transmittal, civilian pay act supplemental.

ANALYSIS OF BUDGET AUTHORITY AND OUTLAYS BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1970 enacted	1971 estimate	1972 estimate	Increase or decrease (—)	Explanation
DEPARTMENT OF AGRICULTURE—Continued					
FARMERS HOME ADMINISTRATION—Continued					
<i>Federal Funds—Continued</i>					
Public enterprise funds:					
Direct loan account.....351	Exp. NL	—12,588 52,039	—7,803 42,217	—9,910 26,419 a —275,000	—292,905 (Receipts and balances will finance an estimated loan program of \$284 million. Enactment of proposed legislation will provide for shifting operating loans from a direct to an insured basis thereby reducing direct loans under this account by \$275 million.)
Self-help housing land development fund.....352	LA Exp. NL	1,000 — 114	400 —3 1,003	—400 —33 593	Loan level is maintained at \$1.2 million in 1972 to aid nonprofit organizations for the acquisition and development of land for building sites.
Rural housing insurance fund...352	NOA Exp. NL	31 33,755 91,400	564 18,623 —474,582	23,801 26,340 —110,126	23,237 372,173 (Receipts, balances, and the proceeds from insured loan sales will finance a direct loan program of \$10 million and an insured loan program of \$1,605 million in 1972.)
Emergency credit revolving fund (disaster loans).....351	NOA LA Exp. NL	1,918 30,000 9,694 —20,584	— — 7,854 —32,706	— — 7,543 —7,951	24,444 (Receipts and balances will finance an estimated loan program of \$67 million in areas of national disasters in 1972 with accompanying administrative expenses.)
Agricultural credit insurance fund (permanent, indefinite authority to spend debt receipts).....351	NOA Exp. NL	— 31,032 —145,975	— 61,493 —74,099	37,192 74,517 —86,955	37,192 168 (Receipts, including the sale of insured loans and balances, will finance an estimated loan program of \$766 million in 1972 under existing and proposed legislation. Includes an increase in insured farm ownership loans of \$70 million if legislation is enacted to increase interest rates from 5% to market rates under this program.)

Repayments of loans, miscellaneous expired accounts.....350	LA NL	-86	-87	-86	/	Loan repayments for water conservation and utilization projects.
Total Federal funds Farmers Home Administration.	NOA LA Exp. NL	123,969 30,914 164,733 -23,237	194,303 313 214,386 -538,254	158,293 -86 256,257 -453,106	-36,409 127,019	
<i>Trust Funds</i>						
Miscellaneous contributed funds (per- manent, indefinite).....352	NOA Exp.	----- -----	500 500	1,200 1,200	700 700	Funds are received from borrowers for credit reports.
State rural rehabilitation funds.....352	Exp. NL	11,880 -12,848	7,559 -6,719	973 -1,151	-1,018	(Funds of 35 States are administered by FHA for insured loan programs within those States.)
Total trust funds Farmers Home Administration.	NOA Exp. NL	----- 11,880 -12,848	500 8,059 -6,719	1,200 2,173 -1,151	700 -318	
RURAL COMMUNITY DEVELOPMENT SERVICE						
<i>Federal Funds</i>						
General and special funds:						
Salaries and expenses.....355	NOA Exp.	450 385	----- 31	----- -----	----- -31	(Unit eliminated and functions are now performed under General administration, Salaries and expenses accounts.)
Intragovernmental funds:						
Advances and reimbursements, Agriculture.....355	Exp.	6	-----	-----	-----	
Total Federal funds Rural Community Development Service.	Rural NOA Development Exp.	450 391	----- 31	----- -----	----- -31	

^a Proposed for separate transmittal under proposed legislation.

ANALYSIS OF BUDGET AUTHORITY AND OUTLAYS BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1970 enacted	1971 estimate	1972 estimate	Increase or decrease (—)	Explanation
DEPARTMENT OF AGRICULTURE—Continued					
OFFICE OF THE INSPECTOR GENERAL					
<i>Federal Funds</i>					
General and special funds:					
Salaries and expenses.....355	NOA	15,069	16,003	508	Increase provides additional staff for audit and investigation activities, primarily for the food and nutrition programs and the Farmers Home Administration.
Exp.		14,769	16,606	499	
Total Federal funds Office of the Inspector General.	NOA	15,069	16,675	508	
Exp.		14,769	16,606	499	
PACKERS AND STOCKYARDS ADMINISTRATION					
<i>Federal Funds</i>					
General and special funds:					
Salaries and expenses.....355	NOA	3,509	3,588	3,766	Provides funds for administration of the Packers and Stockyards Act.
Exp.		3,346	3,670	3,670	
Total Federal funds Packers and Stockyards Administration.	NOA	3,509	3,766	3,766	
Exp.		3,346	3,670	3,670	

ANALYSIS OF BUDGET AUTHORITY AND OUTLAYS BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1970 enacted	1971 estimate	1972 estimate	Increase or decrease (—)	Explanation
DEPARTMENT OF AGRICULTURE—Continued					
OFFICE OF MANAGEMENT SERVICES					
<i>Federal Funds</i>					
General and special funds:					
Salaries and expenses.....355 NOA	3,274	3,459 } o 168 }	3,651	24	Increase is for management support and for quality improvements in management.
Exp.	3,252	3,623	3,636	13	
Total Federal funds Office of Management Services.	3,274 3,252	3,627 3,623	3,651 3,636	24 13	
GENERAL ADMINISTRATION					
<i>Federal Funds</i>					
General and special funds:					
Salaries and expenses.....355 NOA	5,263	6,058 } o 292 }	6,835	485	Increase provides for improvement of management operations and direct funding for the Department's equal opportunity programs. Includes activities formerly financed by Rural Community Development Service, Salaries and expenses account.
Exp.	5,206	6,183	6,653	470	
Intragovernmental funds:					(Finances central administrative services of the Department.)
Working capital fund.....355 Exp.	—63	—	—	—	
Total Federal funds general administration.	5,263 5,143	6,350 6,183	6,835 6,653	485 470	

ANALYSIS OF BUDGET AUTHORITY AND OUTLAYS BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1970 enacted	1971 estimate	1972 estimate	Increase or decrease (—)	Explanation
DEPARTMENT OF AGRICULTURE—Continued					
FOREST SERVICE—Continued					
<i>Federal Funds—Continued</i>					
General and special funds—Continued					
Other general funds.....402 Exp.	15	389	-----	-389	(Prior balances will acquire interest in existing roads or rights-of-way on land in Utah and Minnesota.)
Forest Service permanent appro- NOA	123,022	114,481	129,714	15,233	Provides for use of a portion of operating revenues from national
priations (indefinite, special Exp.	120,913	116,564	131,746	15,182	forests and grasslands for payments to States and counties.
fund).....402					
Intragovernmental funds:					
Working capital fund.....402 Exp.	2,032	-1,159	-1,102	57	(Finances administrative services to national forests, experiment stations, and other Federal agencies on a reimbursable basis.)
Advances and reimbursements. 402 Exp.	60	240	32	-208	
Total Federal funds Forest NOA	588,759	651,627	623,298	-28,329	
Service. Exp.	520,940	611,617	585,548	-26,069	
<i>Trust Funds</i>					
Cooperative work (permanent, in- NOA	38,056	44,750	45,000	250	Advances from others are used in cooperative work, such as
definite).....402 Exp.	34,649	46,782	46,782	-----	reforestation.

SUMMARY

Federal funds:									
(As shown in detail above)-----									
	NOA	8,973,323	8,451,550	10,317,050	2,173,307				
	LA	369,839	367,380	675,187					
	Exp.	8,380,009	9,266,374	10,038,007	846,893				
	NL	344,168	-107,793	-32,533					
Deductions for offsetting receipts:									
Proprietary receipts from the public-----									
	NOA	-1,678	-55	-----	55				
	Exp.								
	NOA	-1,487	-1,686	-1,327	359				
	Exp.								
	NOA	-302,788	-343,967	-377,853	-33,886				
	Exp.								
	NOA	-18	-10	-10	-----				
	Exp.								
	NOA	-108,568	-115,873	-120,273	-4,400				
	Exp.								
	NOA	-174,935	-173,987	-172,286	(1,701)				
Repayments deposited in miscellaneous receipt accounts (included in detail above).									
	LA								
	NL								
Total Federal funds-----									
	NOA	8,558,784	7,989,959	9,817,587	2,135,435				
	LA	369,839	367,380	675,187					
	Exp.	7,965,470	8,804,783	9,536,544	809,021				
	NL	344,168	-107,793	-32,533					
Trust funds:									
(As shown in detail above)-----									
	NOA	75,167	88,228	89,965	1,737				
	Exp.	84,160	100,193	95,231	586				
	NL	-12,070	-6,716	-1,168					

ANALYSIS OF BUDGET AUTHORITY AND OUTLAYS BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1970 enacted	1971 estimate	1972 estimate	Increase or decrease (-)	Explanation
DEPARTMENT OF AGRICULTURE—Continued					
SUMMARY—Continued					
Trust funds—Continued					
Deductions for offsetting receipts:					
Proprietary receipts from the					
public.....					
350					
400					
NOA	-36,112	-40,761	-41,998	-1,237	
Exp.					
NOA	-39,055	-47,467	-47,967	-500	
Exp.					
Total trust funds.....	8,893	11,965	5,266	-1,151	
NL	-12,070	-6,716	-1,168		
Total Department of Agri- culture.†	8,558,784	7,989,959	9,817,587	2,135,435	
LA	369,839	367,380	675,187		
Total budget authority....	8,928,623	8,357,339	10,492,774	2,135,435	
Exp.	7,974,463	8,816,748	9,543,810	807,870	
NL	332,098	-114,509	-33,701		
Total outlays.....	8,306,561	8,702,239	9,510,109	807,870	

† Totals for the Department are distributed as follows:

	1971				1972			
	NOA	LA	Exp.	NL	NOA	LA	Exp.	NL
Federal funds:								
Enacted/transmitted.....	8,202,331	541,367	9,019,265	66,194	10,317,044	529,473	10,035,897	414,753
Repayments.....	-----	-173,987	-----	-173,987	-----	-172,286	-----	-172,286
Sept. for transmittal:								
(A) Existing legislation.....	193,964	-----	193,964	-----	-----	318,000	-----	-275,000
(B) Proposed legislation.....	-----	-----	-----	-----	-----	-----	-----	35
(C) Wage-board supplemental.....	1,419	-----	1,384	-----	-----	-----	2,075	-----
(D) Civilian pay.....	53,836	-----	51,761	-----	-499,463	-----	-499,463	-----
Deductions for offsetting receipts.....	-461,591	-----	-461,591	-----	-----	-----	-----	-----
Total Federal funds.....	7,989,959	367,380	8,804,783	-107,793	9,817,587	675,187	9,538,544	-32,533
Trust funds:								
Enacted/transmitted.....	88,228	-----	100,193	-6,716	89,965	-----	95,231	-1,168
Deductions for offsetting receipts.....	-88,228	-----	-88,228	-----	-89,965	-----	-89,965	-----
Total trust funds.....	-----	-----	11,965	-6,716	-----	-----	5,266	-1,168
Total Department of Agriculture.....	7,989,959	367,380	8,816,748	-114,509	9,817,581	675,187	9,543,810	-33,701

DEPARTMENT OF COMMERCE

GENERAL ADMINISTRATION

Federal Funds

General and special funds:									
Salaries and expenses.....	506	NOA	6,074	6,374 } b 365 }	6,946	207	Increase covers additional workload due to interagency transfers related to the establishment of National Oceanic and Atmospheric Administration.		
		Exp.	5,717	6,689	6,768	79			
Intragovernmental funds:									
Working capital fund.....	506	Exp.	-50	22	-52	-74	(Fund finances certain administrative services performed on a centralized, reimbursable basis.)		
Advances and reimbursements.....	506	Exp.	-212	80	-----	-80			
Total Federal funds general administration.....		NOA	6,074	6,739	6,946	207			
		Exp.	5,455	6,791	6,716	-75			

b Proposed for separate transmittal, civilian pay act supplemental.

PART 8

SUMMARY TABLES

EXPLANATORY NOTE RELATING TO THE SUMMARY TABLES

Types of tables.—This part of the budget consists of tables as follows:

- Tables 1 through 11 are short summary tables of the budget, often only one page each.
- Tables 12 through 15 provide greater detail in support of data in the first three tables.
- Tables 16 through 21 are historical in nature, giving data, for earlier years, comparable to those in the first tables, and also giving information on the national income accounts and the gross national product over a longer period.

Concepts followed.—The concepts used in the current and historical tables are discussed in part 7 of this budget.

Other sources of data.—The Special Analyses volume, part 1, presents a series of data covering Government finances and operations as a whole. These include, for example:

- Special Analysis A—which compares budget totals with the Federal sector of the national income accounts.
- Special Analysis B—which provides a breakdown of selected data between Federal funds and trust funds.
- Special Analysis D—which focuses on the distinction between outlays that are of an investment or “capital” nature and outlays for operating or “current” purposes.
- Special Analysis H—which presents information on civilian employment in the executive branch.

Table 1. BUDGET SUMMARY (in millions of dollars)

Description	1970 actual	1971 estimate	1972 estimate
Budget authority (largely appropriations):			
Available through current action by Congress:			
Previously enacted	141,592	156,418	-----
Proposed in this budget	-----	9,553	170,162
Available without current action by Congress	85,373	88,524	97,796
Deductions for offsetting receipts ¹	-13,992	-18,233	-18,994
Total budget authority	212,973	236,263	248,965
Receipts, expenditures, and net lending:			
Expenditure account:			
Receipts	193,743	194,193	217,593
Expenditures (excludes net lending)	194,456	211,143	228,286
Expenditure account deficit	714	16,951	10,693
Loan account:			
Loan disbursements	8,313	8,807	9,440
Loan repayments	6,182	7,196	8,494
Net lending	2,131	1,611	946
Total budget:			
Receipts	193,743	194,193	217,593
Outlays (expenditures and net lending)	196,588	212,755	229,232
Budget deficit	2,845	18,562	11,639
Budget financing:			
Net borrowing from the public	3,814	17,600	10,600
Other means of financing	-969	962	1,039
Total budget financing	2,845	18,562	11,639
	1969 actual		
Outstanding debt, end of year:			
Gross Federal debt	367,144	382,603	407,033
Held by the public	279,483	284,880	302,480
			429,400
			313,080

MEMORANDUM

Outstanding loans, end of year:

Direct loans:				
Loan account	29,484	31,615	33,226	34,172
Expenditure account	17,042	19,463	20,564	22,299
Guaranteed and insured loans ²	³ 104,014	106,382	119,449	140,300
Government-sponsored agency loans ⁴	27,024	37,584	45,370	53,233

¹ These consist of interfund and intragovernmental transactions and proprietary receipts from the public.

² Excluding loans held by Government and Government-sponsored enterprises.

³ Includes \$1.6 billion of certificates of interest as reclassified agency debt (Commodity Credit Corporation, Agriculture) July 1, 1969.

⁴ Excluding Federal Reserve banks.

Table 2. BUDGET RECEIPTS, OUTLAYS, AND BUDGET AUTHORITY
(in millions of dollars)

Description	1970 actual	1971 estimate	1972 estimate
Receipts by source:			
Individual income taxes.....	90,412	88,300	93,700
Corporation income taxes.....	32,829	30,100	36,700
Social insurance taxes and contributions:			
Employment taxes and contributions.....	39,133	42,297	50,225
Unemployment insurance.....	3,464	3,604	4,183
Contributions for other insurance and retirement.....	2,701	3,072	3,151
Excise taxes.....	15,705	16,800	17,500
Estate and gift taxes.....	3,644	3,730	5,300
Customs duties.....	2,430	2,490	2,700
Miscellaneous receipts.....	3,424	3,800	4,134
Total receipts.....	193,743	194,193	217,593
Outlays by function:			
National defense ¹	80,295	76,443	77,512
International affairs and finance.....	3,570	3,586	4,032
Space research and technology.....	3,749	3,368	3,151
Agriculture and rural development.....	6,201	5,262	5,804
Natural resources.....	2,480	2,636	4,243
Commerce and transportation.....	9,310	11,442	10,937
Community development and housing.....	2,965	3,858	4,495
Education and manpower.....	7,289	8,300	8,808
Health.....	12,995	14,928	16,010
Income security.....	43,790	55,546	60,739
Veterans benefits and services.....	8,677	9,969	10,644
Interest.....	18,312	19,433	19,687
General government.....	3,336	4,381	4,970
Allowances for:			
Added amount for revenue sharing.....	-----	-----	4,019
Pay increase (excluding Department of Defense).....	-----	500	1,000
Contingencies.....	-----	300	950
Undistributed intragovernmental transactions.....	-6,380	-7,197	-7,771
Total outlays.....	196,588	212,755	229,232
Budget deficit.....	2,845	18,562	11,639
Budget authority by function:			
National defense ¹	76,689	74,838	80,211
International affairs and finance.....	3,568	3,892	5,108
Space research and technology.....	3,746	3,297	3,270
Agriculture and rural development.....	6,725	5,172	6,363
Natural resources.....	3,195	6,172	4,907
Commerce and transportation.....	12,257	26,195	12,320
Community development and housing.....	9,137	4,372	4,470
Education and manpower.....	7,307	8,628	10,391
Health.....	13,211	17,013	20,384
Income security.....	52,808	58,490	66,892
Veterans benefits and services.....	8,780	10,204	10,991
Interest.....	18,314	19,433	19,687
General government.....	3,616	4,730	5,335
Allowances for:			
Added amount for revenue sharing.....	-----	-----	4,106
Pay increase (excluding Department of Defense).....	-----	525	1,050
Contingencies.....	-----	500	1,250
Undistributed intragovernmental transactions.....	-6,380	-7,197	-7,771
Total budget authority.....	212,973	236,263	248,965

¹ Includes allowance for all-volunteer force and civilian and military pay increases for Department of Defense.

Table 3. BUDGET AUTHORITY AND OUTLAYS BY AGENCY
(in millions of dollars)

Department or other unit	Budget authority			Outlays		
	1970 actual	1971 estimate	1972 estimate	1970 actual	1971 estimate	1972 estimate
Legislative Branch.....	359	430	519	343	396	430
The Judiciary.....	126	148	169	128	143	167
Executive Off. of the President.....	38	49	56	36	50	55
Funds approp. to the President.....	4,980	5,680	5,248	4,774	4,924	4,676
Agriculture.....	8,929	8,357	10,493	8,307	8,702	9,510
Commerce.....	1,056	1,235	1,428	1,079	1,203	1,281
Defense—Military ¹	74,153	71,408	77,663	77,150	73,370	74,975
Defense—Civil.....	1,202	1,338	1,452	1,210	1,426	1,508
Health, Education, & Welfare.....	58,313	66,660	78,790	52,249	61,940	68,719
Housing & Urban Develop.....	5,384	3,432	3,629	2,603	3,333	3,888
Interior.....	1,119	509	1,532	823	357	1,434
Justice.....	861	1,238	1,540	640	1,071	1,412
Labor.....	5,167	6,418	7,115	4,356	7,521	7,224
State.....	456	517	530	448	482	525
Transportation.....	8,685	11,169	8,448	6,417	7,367	7,805
Treasury.....	19,546	20,909	21,205	19,509	20,893	21,180
Atomic Energy Commission.....	2,220	2,308	2,251	2,453	2,275	2,318
Environ. Protect. Agency.....	1,004	1,286	2,451	350	679	1,364
General Services Admin.....	394	441	—188	446	335	—275
Nat'l Aero. & Space Admin.....	3,746	3,297	3,270	3,749	3,368	3,151
Postal Service.....	1,758	12,735	1,472	1,510	2,353	1,333
Veterans Administration.....	8,750	10,171	10,954	8,653	9,948	10,622
Other independent agencies.....	11,106	12,698	10,303	5,733	7,015	7,734
Allowances for:						
Added am't—revenue sharing.....	-----	-----	4,106	-----	-----	4,019
Pay increases (excl. DOD).....	-----	525	1,050	-----	500	1,000
Contingencies.....	-----	500	1,250	-----	300	950
Undistributed intragovernmental transactions:						
Employer share, employee retirement.....	—2,444	—2,486	—2,461	—2,444	—2,486	—2,461
Interest rec'd—trust funds.....	—3,936	—4,711	—5,310	—3,936	—4,711	—5,310
Total budget authority and outlays.....	212,973	236,263	248,965	196,588	212,755	229,232
MEMORANDUM						
Portion available through current action by Congress ²	141,592	165,971	170,162	120,241	132,352	147,872
Portion available without current action by Congress.....	85,373	88,524	97,796	10,896	10,548	12,996
Outlays from obligated balances.....	-----	-----	-----	46,220	48,483	48,217
Outlays from unobligated balances.....	-----	-----	-----	33,223	39,604	39,141
Deduct offsetting receipts:						
Intrabudgetary transactions.....	—10,178	—12,959	—13,688	—10,178	—12,959	—13,688
Proprietary receipts.....	—3,814	—5,273	—5,306	—3,814	—5,273	—5,306
Total.....	212,973	236,263	248,965	196,588	212,755	229,232

¹ Includes allowance for all-volunteer force and civilian and military pay increases for Department of Defense.

² Budget authority excludes appropriations to liquidate contract authority. Outlays from such appropriations are included as outlays from balance below.

Table 4. BUDGET AUTHORITY AVAILABLE THROUGH CURRENT ACTION BY CONGRESS (in millions of dollars)

Department or other unit	1970 actual	1971 estimate			1972 estimate		
		Enacted	Later trans- mittal	Total	Trans- mitted herein	Later trans- mittal	Total
Legislative Branch.....	367	424	15	439	578	-----	528
The Judiciary.....	130	148	4	152	174	-----	174
Executive Off. of the President..	38	47	1	49	56	-----	56
Funds approp. to the President	5,138	4,949	793	5,742	4,431	845	5,276
Agriculture.....	8,465	7,851	249	8,100	9,724	318	10,042
Commerce.....	932	1,059	24	1,082	1,295	-----	1,295
Defense—Military ¹	74,288	68,706	2,878	71,584	74,039	3,760	77,799
Defense—Civil.....	1,243	1,375	15	1,390	1,504	-----	1,504
Health, Education, & Welfare	16,316	20,419	1,604	22,023	24,495	4,226	28,722
Housing & Urban Develop.....	4,121	3,357	41	3,397	2,551	1,000	3,551
Interior.....	1,420	1,865	113	1,978	1,997	42	2,039
Justice.....	863	1,151	89	1,239	1,542	-----	1,542
Labor.....	1,092	2,054	70	2,124	2,169	-----	2,169
State.....	436	455	43	498	508	-----	508
Transportation.....	2,773	7,353	95	7,448	3,059	-----	3,059
Treasury.....	1,240	1,288	211	1,498	1,503	211	1,714
Atomic Energy Commission...	2,222	2,308	-----	2,308	2,251	-----	2,251
Environ. Protect. Agency.....	1,004	1,269	18	1,286	2,366	85	2,451
General Services Admin.....	582	786	18	804	861	-----	861
Nat'l Aero. & Space Admin....	3,749	3,269	30	3,298	3,271	-----	3,271
Postal Service.....	1,758	11,644	1,091	12,735	1,472	-----	1,472
Veterans Administration.....	13,163	11,139	1,119	12,258	12,978	225	13,203
Other independent agencies...	250	3,504	9	3,513	267	-----	267
Allowances for:							
Added am't—revenue sharing.....	-----	-----	-----	-----	-----	4,106	4,106
Pay increases (excl. DOD).....	-----	-----	525	525	-----	1,050	1,050
Contingencies.....	-----	-----	500	500	-----	1,250	1,250
Total budget authority avail- able through current action by Congress.....	141,592	156,418	9,553	165,971	153,043	17,119	170,162

MEMORANDUM

Appropriations to liquidate
contract authority:

Legislative Branch.....	*	*	-----	*	*	-----	*
Funds approp. to the President..	175	175	-----	175	175	-----	175
Agriculture.....	1,228	998	-----	998	945	-----	945
Commerce.....	141	140	80	220	176	-----	176
Housing & Urban Develop....	252	1,200	-----	1,200	600	-----	600
Interior.....	68	78	-----	78	80	-----	80
Transportation.....	4,526	4,545	275	4,820	5,051	-----	5,051
Other independent agencies...	3	5	-----	5	4	-----	4
Total appropriations to liquidate contract au- thority.....	6,394	7,142	355	7,497	7,031	-----	7,031

* Less than \$500 thousand.

¹ Includes allowance for all-volunteer force and civilian and military pay increases for Department of Defense.

Table 5. OUTLAYS FROM BUDGET AUTHORITY AVAILABLE THROUGH CURRENT ACTION BY CONGRESS (in millions of dollars)

Department or other unit	1970 actual	1971 estimate			1972 estimate		
		Enacted	Later trans- mittal	Total	Trans- mitted herein	Later trans- mittal	Total
Legislative Branch.....	333	361	15	376	413	*	413
The Judiciary.....	123	138	4	142	162	*	162
Executive Off. of the President.....	32	42	1	44	50	*	50
Funds approp. to the President.....	1,552	1,760	32	1,792	1,538	105	1,643
Agriculture.....	7,487	6,704	247	6,951	8,803	-273	8,530
Commerce.....	509	485	102	587	565	1	566
Defense—Military ¹	54,116	49,891	2,793	52,685	51,022	3,610	54,633
Defense—Civil.....	856	1,079	14	1,093	1,247	1	1,248
Health, Education, & Welfare.....	12,499	15,979	2,207	18,186	19,188	3,228	22,417
Housing & Urban Develop.....	459	746	41	787	1,187	150	1,337
Interior.....	1,062	1,263	107	1,370	1,424	45	1,469
Justice.....	578	775	44	819	1,012	45	1,056
Labor.....	4,087	5,136	65	5,201	6,357	5	6,361
State.....	409	418	12	431	463	9	473
Transportation.....	1,334	1,989	355	2,344	2,373	12	2,385
Treasury.....	20,411	21,979	168	22,147	22,495	233	22,728
Atomic Energy Commission.....	976	990	-----	990	922	-----	922
Environ. Protect. Agency.....	117	276	8	284	455	56	511
General Services Admin.....	515	584	14	598	615	1	616
Nat'l Aero. & Space Admin.....	2,534	2,070	28	2,098	1,934	1	1,936
Postal Service.....	1,368	1,107	1,054	2,162	991	36	1,027
Veterans Administration.....	8,688	9,247	1,011	10,258	11,047	247	11,293
Other independent agencies.....	199	202	6	208	213	3	215
Allowances for:							
Added am't—revenue sharing.....	-----	-----	-----	-----	-----	4,019	4,019
Pay increases (excl. DOD).....	-----	-----	500	500	-----	1,000	1,000
Contingencies.....	-----	-----	300	300	-----	950	950
Total outlays from bud- get authority available through current ac- tion by Congress.....	120,241	123,222	9,130	132,352	134,476	13,486	147,962

MEMORANDUM

From appropriations to liqui-
date contract authority:

Legislative Branch.....	-----	-----	-----	-----	*	-----	*
Agriculture.....	1,205	992	-----	992	940	-----	940
Commerce.....	139	140	80	220	176	-----	176
Interior.....	44	68	-----	68	75	-----	75
Transportation.....	4,471	4,490	275	4,765	5,026	-----	5,026
Other independent agencies.....	-----	5	-----	5	4	-----	4
Total outlays from ap- propriations to liqui- date contract author- ity.....	5,859	5,695	355	6,050	6,221	-----	6,221

* Less than \$500 thousand.

¹ Includes allowance for all-volunteer force and civilian and military pay increases for Department of Defense.² Includes outlays related to supplementals proposed in this budget.

Table 6. RELATION OF BUDGET AUTHORITY TO OUTLAYS
(in millions of dollars)

Description	1970 actual	1971 estimate	1972 estimate
<i>Budget authority available through current action by Congress:</i>			
Enacted or transmitted herein:			
Appropriations ¹	134,377	135,839	151,748
Authority to spend debt receipts.....	5,751	13,843	447
Contract authority.....	1,461	6,110	620
Reappropriations and reauthorizations.....	4	626	229
Transmitted separately:			
Appropriations ¹		9,511	16,831
Authority to spend debt receipts.....		42	288
Total budget authority available through current action by Congress (table 4).....	141,592	165,971	170,162
<i>Budget authority available without current action by Congress (permanent authorizations):</i>			
Appropriations ¹	77,086	83,079	90,110
Authority to spend debt receipts.....	501	76	290
Contract authority.....	7,787	5,370	7,396
<i>Deductions for offsetting receipts (table 13):</i>			
Interfund and intragovernmental transactions.....	-10,178	-12,959	-13,688
Proprietary receipts from the public.....	-3,814	-5,273	-5,306
Total budget authority for the year (table 3).....	212,973	236,263	248,965
<i>Unobligated balances and adjustments:</i>			
Unobligated balances:			
Brought forward at start of year (table 9).....	141,730	156,449	171,541
Written off (rescinded, lapsed, etc.).....	-3,972	-2,464	-3,327
Carried forward at end of year (table 9).....	-156,449	-171,541	-179,493
Application of new authority to prior obligations:			
Budget authority of year, obligated previously.....	-1,594	-2,227	-2,577
Budget authority of subsequent year, obligated currently.....	2,227	2,577	2,877
Obligations incurred, net (table 8).....	194,915	219,057	237,986
<i>Obligated balances:</i>			
Brought forward at start of year, funded (table 9).....	83,755	81,662	87,967
Adjustments in expired accounts.....	-425	2	4
Deficiency in expired accounts.....		-14	
Deficiency appropriations.....	19	16	
Carried forward at end of year:			
Funded (table 9).....	-81,662	-87,967	-96,726
Unfunded.....	-14		
Outlays (expenditures and net lending).....	196,588	212,755	229,232

MEMORANDUM

<i>Federal funds included above:</i>			
Budget authority available through current action by Congress.....	140,724	163,396	165,595
Budget authority for the year.....	161,519	181,754	184,878
Obligations incurred ²	153,440	170,191	185,012
Outlays (expenditures and net lending) ²	156,301	164,665	176,857

¹ Excludes appropriations to liquidate contract authority:

	1970 actual	1971 estimate	1972 estimate
Transmitted separately.....		\$355	
All other.....	\$7,962	8,129	\$7,932

² Amounts are net of interfund and intragovernmental transactions and proprietary receipts from the public.

Table 7. CONTROLLABILITY OF BUDGET OUTLAYS (in billions of dollars)

	1970 actual	1971 estimate	1972 estimate
Relatively uncontrollable outlays under present law:			
Open-ended programs and fixed costs:			
Social insurance trust funds:			
Social security trust funds.....	30.3	34.4	35.9
Medicare trust funds.....	7.1	8.3	9.4
Unemployment trust funds.....	3.6	6.0	5.2
Retirement and other trust funds.....	4.2	4.9	5.3
Subtotal, social insurance trust funds.....	45.2	53.6	55.8
Interest.....	18.3	19.4	19.7
Veterans benefits: Pensions, compensation, education, and insurance.....	6.6	7.8	8.4
Medicaid program.....	2.7	3.3	3.8
Other public assistance grants.....	4.7	6.4	7.6
Farm price supports (Commodity Credit Corporation).....	3.8	3.2	3.6
Food stamp program.....	.6	1.5	2.0
Military retired pay.....	2.8	3.4	3.7
Postal Service.....	1.5	2.4	1.3
Legislative and Judiciary.....	.5	.5	.6
Other.....	2.1	2.9	3.6
Outlays from prior-year contracts and obligations:			
National defense.....	24.9	22.4	22.4
Civilian programs.....	16.6	19.2	19.6
Subtotal, relatively uncontrollable outlays.....	130.2	146.0	152.2
Allowance for pay raises:			
Department of Defense.....		.9	2.4
Civilian agencies.....		.5	1.0
Relatively controllable outlays:			
National defense:			
Proposed volunteer army program.....			1.2
Other.....	52.3	49.6	47.8
Civilian programs:			
Proposed added amounts for revenue sharing.....			4.0
Proposed social security benefit increase.....		1.1	3.0
Other.....	20.5	21.5	24.5
Allowance for contingencies.....		.3	1.0
Undistributed intragovernmental transactions.....	-6.4	-7.2	-7.8
Total budget outlays.....	196.6	212.8	229.2

Table 8. OBLIGATIONS INCURRED, NET (in millions of dollars)

Department or other unit	1970 actual	1971 estimate	1972 estimate
Legislative Branch.....	334	399	514
The Judiciary.....	127	146	169
Executive Office of the President.....	38	49	56
Funds appropriated to the President:			
International security assistance.....	954	1,940	1,902
International development assistance.....	1,427	1,548	2,080
Office of Economic Opportunity.....	1,932	1,279	772
Other.....	616	604	192
Agriculture.....	7,303	7,871	9,531
Commerce.....	1,053	1,307	1,411
Defense—Military ¹	73,240	73,756	76,204
Defense—Civil.....	1,146	1,486	1,632
Health, Education, and Welfare.....	53,441	63,172	70,679
Housing and Urban Development.....	2,606	3,312	5,018
Interior.....	989	360	1,432
Justice.....	862	1,225	1,550
Labor.....	4,618	8,125	7,344
State.....	457	510	527
Transportation.....	6,923	7,633	8,207
Treasury.....	19,532	20,920	21,187
Atomic Energy Commission.....	2,282	2,540	2,355
Environmental Protection Agency.....	628	1,487	2,357
General Services Administration.....	441	530	-153
National Aeronautics and Space Administration.....	3,860	3,513	3,270
Postal Service.....	1,567	2,862	1,538
Veterans Administration.....	8,727	10,042	10,557
Civil Service Commission.....	2,837	3,316	3,728
Export-Import Bank.....	304	1,112	1,227
Federal Deposit Insurance Corporation.....	-312	-316	-386
Federal Home Loan Bank Board.....	-203	-62	-76
Railroad Retirement Board.....	1,608	1,924	1,942
Other independent agencies.....	1,957	2,640	2,584
Undistributed intragovernmental transactions:			
Employer share, employee retirement.....	-2,444	-2,486	-2,461
Interest received by trust funds.....	-3,936	-4,711	-5,310
Allowances for:			
Added amount for revenue sharing.....			4,106
Pay increase (excluding Department of Defense).....		525	1,050
Contingencies.....		500	1,250
Total.....	194,915	219,057	237,986
MEMORANDUM			
Federal funds.....	153,440	170,191	185,012
Trust funds.....	50,254	59,975	64,591
Intragovernmental transactions.....	-8,778	-11,109	-11,617

¹ Includes allowance for all-volunteer force and civilian and military pay increases for Department of Defense.

Table 9. BALANCES OF BUDGET AUTHORITY (in millions of dollars)

Department or other unit	Start 1970		End 1970		End 1971		End 1972	
	Obligated	Unobligated	Obligated	Unobligated	Obligated	Unobligated	Obligated	Unobligated
Legislative branch.....	33	61	23	71	27	90	112	84
The Judiciary.....	11	5	9	6	12	7	14	7
Executive Off. of the President.....	5	1	6	*	5	*	6	*
Funds approp. to the President:								
Int'l security assistance.....	2,143	1,549	1,900	2,237	2,206	2,132	2,425	2,032
Int'l development assistance.....	3,983	7,287	4,082	7,533	4,289	8,025	4,886	8,023
Office of Econ. Opportunity.....	1,075	5	1,147	17	806	21	533	27
Other.....	662	1,110	825	190	1,101	56	828	176
Agriculture.....	6,872	1,864	5,859	1,607	5,031	1,967	5,057	2,792
Commerce.....	1,211	236	1,156	237	1,260	166	1,391	183
Defense—Military.....	29,506	14,921	25,487	14,778	25,873	11,751	27,101	12,584
Defense—Civil.....	306	290	241	345	300	198	424	17
Health, Education, & Welfare.....	10,110	32,639	11,223	38,208	12,452	42,054	14,412	50,030
Housing & Urban Develop.....	7,509	13,527	7,502	15,471	7,481	14,451	8,612	11,598
Interior.....	622	555	788	656	790	758	787	820
Justice.....	56	37	277	30	430	38	567	25
Labor.....	507	12,889	682	13,486	1,286	11,743	1,406	11,488
State.....	45	61	46	60	74	68	77	70
Transportation.....	8,152	5,080	8,654	6,839	8,921	10,300	9,324	10,537
Treasury.....	117	28	137	41	163	30	170	48
Atomic Energy Commission.....	1,268	398	1,096	336	1,362	104	1,398	-----
Environ. Protect. Agency.....	557	93	828	468	1,636	271	2,629	365
General Services Admin.....	125	363	120	307	315	207	437	171
Nat'l Aero. & Space Admin.....	1,407	331	1,516	217	1,661	1	1,780	1
Postal Service.....	803	51	863	217	1,371	10,090	1,577	10,023
Veterans Administration.....	1,177	8,419	1,248	8,397	1,342	8,418	1,277	8,714
Civil Service Commission.....	888	20,342	1,078	22,336	1,250	24,387	1,426	26,349
Export-Import Bank.....	2,818	2,569	2,903	2,215	3,887	1,052	4,825	-----
Federal Deposit Insurance Corporation.....	318	6,842	334	7,154	326	7,471	342	7,856
Federal Home Loan Bank Board.....	48	3,994	12	7,206	87	7,352	143	7,513
Railroad Retirement Board.....	131	4,502	138	4,705	155	4,720	157	4,878
Other independent agencies.....	1,293	1,680	1,482	1,080	1,842	3,612	1,939	3,081
Allowances.....	-----	-----	-----	-----	225	-----	662	-----
Total.....	83,755	141,730	81,662	156,449	87,967	171,541	96,726	179,493
MEMORANDUM								
Federal funds.....	72,432	54,709	69,151	59,100	74,680	68,449	82,840	65,289
Trust funds.....	11,323	87,021	12,511	97,349	13,287	103,092	13,886	114,204

*Less than \$500 thousand.

Table 10. BUDGET FINANCING AND OUTSTANDING DEBT (in millions of dollars)

BUDGET FINANCING				
	1970 actual	1971 estimate	1972 estimate	
Borrowing from the public:				
Increase or decrease (—) in debt held by the public:				
Nonbank investors.....	4,553			
Commercial banks.....	—2,775			
Federal Reserve banks.....	3,619			
Subtotal, increase in debt held by the public.....	5,397	17,600	10,600	
Reclassification of debt ¹	—1,583			
Net borrowing from the public.....	3,814	17,600	10,600	
Other means of financing (or disposition of surplus (—)):				
Decrease or increase (—) in available cash and monetary assets.....	—1,570			
Increase or decrease (—) in liabilities for:				
Checks outstanding, etc. ²	—179	73	—37	
Deposit fund balances.....	157	437	438	
Transactions, other than debt, not applied to surplus of the current year:				
Seigniorage on coins.....	255	352	638	
Other ¹	368	100		
Subtotal, other means of financing.....	—969	962	1,039	
Total, financing transactions.....	2,845	18,562	11,639	
OUTSTANDING DEBT, END OF YEAR				
	1969 actual	1970 actual	1971 estimate	1972 estimate
Gross Federal debt:				
Public debt (issued by Treasury).....	352,895	370,094	396,020	419,576
Agency debt (issued by agencies).....	14,249	12,510	11,013	9,824
Total gross Federal debt.....	367,144	382,603	407,033	429,400
Holdings by Government agencies (—):				
Public debt.....	—84,815	—95,170	—102,484	—114,594
Agency debt.....	—2,846	—2,553	—2,069	—1,726
Total, Federal debt held by the public.....	279,483	284,880	302,480	313,080

Table 10. BUDGET FINANCING AND OUTSTANDING DEBT
(in millions of dollars)—Continued

DEBT SUBJECT TO PUBLIC DEBT LIMIT, END OF YEAR

	1969 actual	1970 actual	1971 estimate	1972 estimate
Public debt (issued by Treasury) ³	352,895	370,094	396,020	419,576
Notes issued by Treasury to International Monetary Fund (not in debt above).....	825	825	825	825
Agency and District of Columbia debt subject to general limit on public debt.....	3,847	3,137	1,953	1,951
Portion of public debt not subject to limit (—).....	—636	—631	—430	—430
Total, debt subject to public debt limit ³.....	356,932	373,425	398,368	421,922

¹ These transactions consist of: (a) the collections resulting from redemption of securities owned by Government-administered funds which had been issued by 2 formerly mixed-ownership enterprises, now privately owned (treated as extraordinary, as a continuation of the policy adopted at the time of conversion in 1969, that the elimination of such enterprises from the budget would not be included in budget results), and (b) the charges resulting from the reclassification, in 1970, of certificates of interest issued by the Commodity Credit Corporation, from their status as an evidence of the sale of assets to status as debt of the Corporation. The amounts, classified by enterprise, are as follows, in millions:

	1970		1971	1972	After 1972
	Debt	Other			
Enterprises converted to private ownership:					
Federal National Mortgage Association..	-----	350	100	--	4
Federal intermediate credit banks.....	-----	18	---	--	-
Conversion of asset sales to debt: Com- modity Credit Corporation.....	—1,583	---	---	--	-
Total.....	—1,583	368	100	--	4

² Includes military payment certificates, accrued interest (less unamortized discount) on public debt; and as an offset, certain collections in transit.

³ The applicable limitations are: Apr. 7, 1969 to June 30, 1970, \$377 billion; and July 1, 1970 to June 30, 1971, \$395 billion, after which the permanent limit of \$380 billion becomes effective. Legislation is needed to change the limitation.

Table 11. FULL-TIME PERMANENT CIVILIAN EMPLOYMENT IN THE EXECUTIVE BRANCH

Agency	As of June ¹		
	1970 actual	1971 estimate	1972 estimate
Agriculture.....	² 82,553	85,600	87,300
Commerce.....	25,427	28,400	29,600
Defense—Military ³	1,129,642	1,079,500	1,061,600
Defense—Civil.....	30,293	30,900	31,300
Health, Education, and Welfare.....	² 99,667	105,300	102,100
Housing and Urban Development.....	14,661	16,000	16,700
Interior.....	² 56,570	58,000	59,100
Justice.....	38,013	43,600	46,800
Labor.....	10,217	11,600	12,100
State.....	23,618	23,600	23,700
Transportation.....	63,879	69,600	71,900
Treasury.....	86,020	93,500	100,400
Atomic Energy Commission.....	7,033	7,000	7,000
Environmental Protection Agency.....	² 5,778	6,700	8,900
General Services Administration.....	36,400	39,900	41,600
National Aeronautics and Space Administration.....	31,223	29,900	28,400
Postal Service.....	565,618	585,200	590,500
Veterans Administration.....	148,497	154,400	160,800
Other agencies:			
Agency for International Development.....	14,486	14,000	11,100
Civil Service Commission.....	5,214	5,500	5,900
Office of Economic Opportunity.....	2,387	2,500	2,500
Selective Service System.....	6,665	6,500	6,500
Small Business Administration.....	4,015	4,100	4,200
Tennessee Valley Authority.....	12,657	13,300	13,300
The Panama Canal.....	14,635	14,800	14,900
United States Information Agency.....	9,989	9,900	9,900
Miscellaneous agencies.....	² 27,414	29,700	31,200
Subtotal.....	2,552,571	2,569,000	2,579,300
Allowance for contingencies ⁴		5,000	10,000
Total.....	2,552,571	2,574,000	2,589,300

¹ Excludes disadvantaged worker-trainees in the Public Service Careers program.² Reflects reallocations of positions to the Environmental Protection Agency.³ Consists of civilian employment for military functions and military assistance.⁴ Subject to later distribution.

Note.—Totals may not add due to rounding. More detailed information on employment is contained in Special Analysis H, "Civilian Employment in the Executive Branch," Special Analyses—Budget of the United States Government.

Table 12. BUDGET RECEIPTS BY SOURCE (in millions of dollars)

Source	1970 actual	1971 estimate	1972 estimate
Individual income taxes:			
Withheld.....	77,416	76,000	79,800
Other.....	26,236	26,300	28,400
Gross individual income taxes.....	103,652	102,300	108,200
Refunds.....	-13,240	-14,000	-14,500
Net individual income taxes.....	90,412	88,300	93,700
Corporation income taxes:			
Refunds.....	-2,208	-3,400	-2,800
Net corporation income taxes.....	32,829	30,100	36,700
Social insurance taxes and contributions (trust funds):			
Employment taxes and contributions:			
Old-age and survivors insurance.....	29,396	31,685	36,148
Proposed legislation.....		-1,067	-625
Disability insurance.....	4,063	4,539	4,910
Proposed legislation.....		-377	-646
Hospital insurance.....	4,755	4,929	5,330
Proposed legislation.....		1,582	4,071
Railroad retirement.....	919	974	981
Proposed legislation.....		32	56
Total employment taxes and contributions.....	39,133	42,297	50,225
Unemployment insurance:			
State taxes deposited in Treasury ¹	2,564	2,700	3,200
Federal unemployment tax receipts ¹	770	776	858
Railroad unemployment tax receipts ¹	131	128	125
Total unemployment insurance.....	3,464	3,604	4,183
Contributions for other insurance and retirement:			
Supplementary medical insurance.....	936	1,255	1,347
Federal employees' retirement—employee contributions.....	1,735	1,785	1,770
Other retirement contributions ²	29	31	34
Total contributions for other insurance and retirement.....	2,701	3,072	3,151
Total social insurance taxes and contributions.....	45,298	48,973	57,559

See footnotes at end of table.

Table 12. BUDGET RECEIPTS BY SOURCE (in millions of dollars)—Continued

Source	1970 actual	1971 estimate	1972 estimate
Excise taxes:			
Federal funds:			
Alcohol taxes:			
Distilled spirits	3,445	3,590	3,680
Beer	1,076	1,140	1,150
Rectification tax	25	30	30
Wines	180	190	200
Special taxes in connection with liquor occupations	20	20	20
Refunds	-136	-110	-110
Total alcohol taxes	4,610	4,860	4,970
Tobacco taxes:			
Cigarettes	2,036	2,140	2,075
Cigars	57	60	60
Cigarette papers and tubes	1	1	1
Other	1	1	1
Refunds	-1	-2	-2
Total tobacco taxes	2,093	2,200	2,135
Manufacturers' excise taxes:			
Gasoline	28	28	28
Passenger automobiles	1,753	1,800	1,950
Firearms, shells, and cartridges	33	36	37
Fishing rods, creels, etc.	14	16	18
Pistols and revolvers	7	8	9
Other	*		
Refunds	-6	-4	-4
Total manufacturers' excise taxes	1,829	1,884	2,038
Miscellaneous excise taxes:			
General and toll telephone and teletype service	1,470	1,620	1,800
Transportation of persons	251		
Wagering taxes, including occupational taxes	5	5	5
Sugar tax	113	119	124
Coin-operated gaming devices	14	15	16
Interest equalization tax	86	50	85
Tax on foundations		35	35
Foreign insurance policies	9	9	9
Other (including repealed taxes)	3	3	3
Refunds	-24	-21	-21
Total miscellaneous excise taxes	1,926	1,835	2,056
Undistributed depositary receipts and unapplied collections	-106	-129	-84
Total Federal fund excise taxes	10,352	10,650	11,115

See footnotes at end of table.

Table 12. BUDGET RECEIPTS BY SOURCE (in millions of dollars)—Continued

Source	1970 actual	1971 estimate	1972 estimate
Excise taxes—Continued			
Trust funds:			
Highway:			
Gasoline.....	3,447	3,702	3,746
Trucks, buses, and trailers.....	700	710	700
Tires, innertubes, and tread rubber.....	643	652	681
Diesel fuel used on highways.....	263	295	310
Use tax on certain vehicles.....	137	145	155
Truck parts and accessories.....	87	92	91
Lubricating oils.....	109	93	92
Refunds.....	-32	-119	-116
Total highway trust fund.....	5,354	5,570	5,659
Airport and airway:			
Transportation of persons.....		461	540
Proposed legislation.....		4	34
Waybill tax.....		26	32
Tax on fuels.....		43	47
International departure tax.....		22	29
Proposed legislation.....		2	19
Aircraft registration fees.....		20	22
Tires and innertubes.....		3	3
Refunds.....		-1	
Total airport and airway trust fund.....		580	726
Total trust fund excise taxes.....	5,354	6,150	6,385
Total excise taxes.....	15,705	16,800	17,500
Estate and gift taxes.....	3,644	3,730	5,300
Customs duties.....	2,430	2,490	2,700
Miscellaneous receipts: ³			
Miscellaneous taxes.....	66	97	85
Deposit of earnings, Federal Reserve System.....	3,266	3,500	3,600
Fees for permits and regulatory and judicial services:			
Immigration, passport, and consular fees.....	45	50	53
Patent and copyright fees.....	28	31	36
Registration and filing fees.....	37	40	51
Miscellaneous fees for permits, licenses, etc.....	19	21	21
Miscellaneous fees for regulatory and judicial services.....	14	15	16
Fees for legal and judicial services.....	*	*	*
Total fees for permits and regulatory and judicial services.....	144	157	177
Fines, penalties, and forfeitures:			
Existing law.....	29	27	27
Proposed legislation.....			228
Total fines, penalties, and forfeitures.....	29	27	255

See footnotes at end of table.

Table 12. BUDGET RECEIPTS BY SOURCE (in millions of dollars)—Continued

Source	1970 actual	1971 estimate	1972 estimate
Miscellaneous receipts ³ —Continued			
War reparations and recoveries under military occupation.....	5	5	5
Gifts and contributions.....	9	14	12
Undistributed collections.....	-94		
Total miscellaneous receipts.....	3,424	3,800	4,134
Total budget receipts.....	193,743	194,193	217,593

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Federal funds.....	143,158	139,137	153,720
Trust funds.....	59,362	66,165	75,490
Intragovernmental transactions.....	-8,778	-11,109	-11,617

* Less than \$500 thousand.

¹ Deposits by States are State payroll taxes that cover the benefit part of the program. Federal unemployment tax receipts cover administrative costs at both the Federal and State level. Railroad unemployment tax receipts cover both the benefits and administrative costs of the program for the railroads.

² Represents employer and employee contributions to the civil service retirement and disability fund for covered employees of Government-sponsored, privately owned enterprises and the District of Columbia municipal government.

³ Includes both Federal and trust funds. Trust fund amounts in miscellaneous receipts are: 1970, \$17 million; 1971, \$22 million; 1972, \$20 million.

Note.—Estimates for 1971 and 1972 include effects of proposed legislation.

Table 13. OFFSETTING RECEIPTS BY TYPE (in millions of dollars)

Type	1970 actual	1971 estimate	1972 estimate
INTRABUDGETARY TRANSACTIONS			
Federal interfund transactions:			
Interest on Government capital in enterprises.....	783	1,200	1,272
Reimbursements by Panama Canal Company.....	19	24	25
Other.....	*	*	15
Total Federal interfunds.....	802	1,224	1,311
Trust interfund transactions (interchange receipts):¹			
Railroad retirement/social security.....	594	622	759
Civil service retirement/foreign service retirement and other.....	3	4	1
Total trust interfunds.....	597	626	760
Intragovernmental transactions:			
Federal fund payments to trust funds:			
Contributions to insurance programs:			
Old-age and survivors insurance.....	364	371	351
Military service credits, various programs.....	124	125	256
Supplementary medical insurance.....	928	1,245	1,376
Hospital insurance.....	617	863	503
Supplementary retirement contributions.....	231	515	721
Veterans life insurance.....	3	4	4
Miscellaneous:			
Payments to airport and airways trust fund.....		621	522
Awards, Indian Claims Commission.....	31	58	
Other.....	15	22	22
Subtotal.....	2,314	3,823	3,755
Trust fund payments to Federal funds:			
Charges for administrative expenses of Social Security Act.....	84	89	90
Other.....	*	*	*
Subtotal.....	84	89	91
Total distributed intragovernmental transactions...	2,399	3,912	3,845
Intragovernmental transactions undistributed by agency or function:			
Employee share, employee retirement:			
Civil service retirement and disability insurance.....	1,709	1,750	1,732
Old-age, survivors, disability, and hospital insurance (contribution as employer) ²	728	728	721
Other Federal employees retirement.....	8	8	9
Total employer share, employee retirement.....	2,444	2,486	2,461
Interest received by trust funds.....	3,936	4,711	5,310
Total intrabudgetary transactions.....	10,178	12,959	13,688

See footnotes at end of table.

Table 13. OFFSETTING RECEIPTS BY TYPE (in millions of dollars)—Continued

Type	1970 actual	1971 estimate	1972 estimate
PROPRIETARY RECEIPTS FROM THE PUBLIC			
Interest:			
Interest on Rural Electrification Administration loans...	108	116	120
Interest on foreign loans and deferred foreign collections...	165	147	160
Other interest (domestic) ³	58	34	53
Total interest	332	297	334
Dividends and other earnings	15	56	2
Rents:			
Rent on Outer Continental Shelf lands	73	933	-----
Rent of land and other real property ³	46	50	52
Rent of equipment and other personal property	39	38	38
Total rents	158	1,021	90
Royalties:			
Royalties on Outer Continental Shelf lands	114	140	190
Miscellaneous royalties ³	157	164	174
Total royalties	271	304	364
Sale of products:			
Sale of timber and other natural land products ³	388	442	479
Sale of power and other utilities	286	311	327
Sale of other products	26	25	236
Recovery of mint manufacturing expense	20	23	29
Total sale of products	719	802	1,071
Fees and other charges for services and special benefits:			
Veterans life insurance	471	488	503
Other ³	231	254	256
Total fees and other charges	702	742	759
Sale of Government property:			
Sale of land and other real property ³	47	73	89
Sale of equipment and other personal property:			
Sale from the stockpile of strategic and critical materials	115	275	895
Military assistance program sales (trust fund)	813	980	900
Other	31	38	39
Profit on sale of silver bullion	26	8	-----
Sale of scrap and salvage material ³	25	29	26
Total sale of property	1,057	1,403	1,949

See footnotes at end of table.

Table 13. OFFSETTING RECEIPTS BY TYPE (in millions of dollars)—Continued

Type	1970 actual	1971 estimate	1972 estimate
PROPRIETARY RECEIPTS FROM THE PUBLIC—Con.			
Realization upon loans and investments:			
Loan repayments offset in the expenditure account:			
Repayment of loans to United Kingdom.....	63	65	66
Recoveries from Japan.....	37	38	39
Other.....	40	75	121
Loan repayments offset in the loan account:			
Rural Electrification Administration.....	175	174	172
Other.....	74	91	115
Repayments on miscellaneous recoverable costs and realization on other investments (offset in the expenditure account):			
Repayments, Foreign Assistance Act of 1961.....	89	77	87
Other ³	25	76	38
Total realization upon loans and investments.....	504	596	639
Recoveries and refunds ³	51	42	91
Undistributed collections.....	5	13	9
Total proprietary receipts from the public ⁴	3,814	5,273	5,306
Total offsetting receipts.....	13,992	18,233	18,994

⁴ Less than \$500 thousand.

¹ Interchange receipts between the Social Security and Railroad Retirement funds place the Social Security funds in the same position they would have been in if there were no separate railroad retirement system. Interchange receipts between Federal retirement funds occur when an employee transfers from coverage by one system to coverage by another system.

² Includes provision for covered Federal civilian employees and military personnel.

³ Includes both Federal funds and trust funds.

⁴ Consists of:

Federal funds:	1970	1971	1972
Receipts applied at agency level.....	2,060	3,295	3,383
Loan repayments applied at account level.....	249	265	287
Trust funds.....	1,505	1,713	1,636

Table 14. BUDGET AUTHORITY BY FUNCTION AND AGENCY

(in millions of dollars)

Function and department or other unit	NEW OBLIGATIONAL AUTHORITY			LOAN AUTHORITY		
	1970 actual	1971 estimate	1972 estimate	1970 actual	1971 estimate	1972 estimate
050 NATIONAL DEFENSE						
051 Department of Defense—Military:						
Military personnel.....	22,995	21,971	20,164	-----	-----	-----
Retired military personnel.....	2,858	3,387	3,744	-----	-----	-----
Operation and maintenance.....	21,529	20,161	20,270	-----	-----	-----
Procurement.....	17,867	15,938	19,570	-----	-----	-----
Research, development, test, and evaluation.....	7,406	7,013	7,888	-----	-----	-----
Military construction.....	960	1,322	1,479	-----	-----	-----
Other ¹	686	799	935	-----	-----	-----
Allowances for:						
Civilian and military pay increases.....	-----	1,000	2,560	-----	-----	-----
All-volunteer force.....	-----	-----	1,200	-----	-----	-----
Deductions for offsetting receipts:						
Interfund and intragovernmental transactions.....	-7	-6	-6	-----	-----	-----
Proprietary receipts from the public.....	-141	-177	-141	-----	-----	-----
Total 051.....	74,153	71,408	77,663	-----	-----	-----
057 Military assistance: ²						
Funds appropriated to the President ¹	330	1,290	1,080	-----	-----	-----
058 Atomic energy: ²						
Atomic Energy Commission ¹	2,220	2,308	2,251	-----	-----	-----
059 Defense-related activities:						
Executive Office of the President.....	3	3	3	-----	-----	-----
Department of Health, Education, and Welfare.....	4	4	4	-----	-----	-----
Department of the Treasury ¹	*	*	*	—*	—*	—*
General Services Administration.....	20	27	30	-----	-----	-----
Other independent agencies: Selective Service System.....	77	76	78	-----	-----	-----
Total 059.....	104	110	115	—*	—*	—*
Deductions for offsetting receipts: ⁴						
Proprietary receipts from the public.....	-118	-278	-898	-----	-----	-----
Total national defense.....	76,689	74,838	80,211	—*	—*	—*

See footnotes at end of table.

Table 14. BUDGET AUTHORITY BY FUNCTION AND AGENCY
(in millions of dollars)—Continued

Function and department or other unit	NEW OBLIGATIONAL AUTHORITY			LOAN AUTHORITY		
	1970 actual	1971 estimate	1972 estimate	1970 actual	1971 estimate	1972 estimate
150 INTERNATIONAL AFFAIRS AND FINANCE						
151 Conduct of foreign affairs:						
Department of State ^{1 3}	383	428	436	-----	-----	-----
Other independent agencies:						
Arms Control and Disarmament Agency.....	9	9	9	-----	-----	-----
Foreign Claims Settlement Commission.....	1	1	1	-----	-----	-----
Tariff Commission.....	4	4	5	-----	-----	-----
Total 151.....	398	441	451	-----	-----	-----
152 Economic and financial assistance:						
Funds appropriated to the President ¹	2,248	2,780	3,096	-----	-----	-----
Department of State ¹	12	8	9	-----	-----	-----
Department of Transportation ¹	1	8	24	-----	-----	-----
Other independent agencies:						
Export-Import Bank of the United States.....	-----	-----	-----	-----	-----	225
U.S. Section of the United States-Mexico Commission for Border Development and Friendship.....	*	-----	-----	-----	-----	-----
Total 152.....	2,261	2,796	3,128	-----	-----	225
153 Foreign information and exchange activities:						
Department of State ¹	38	43	51	-----	-----	-----
Other independent agencies: United States Information Agency ¹	184	188	193	-----	-----	-----
Total 153.....	222	231	245	-----	-----	-----
154 Food for peace:						
Department of Agriculture.....	920	702	1,320	-----	-----	-----
Deductions for offsetting receipts: ⁵						
Interfund and intragovernmental transactions.....	—*	—*	—*	-----	-----	-----
Proprietary receipts from the public..	—232	—279	—261	-----	-----	-----
Total international affairs and finance.....	3,568	3,892	4,883	-----	-----	225

See footnotes at end of table.

Table 14. BUDGET AUTHORITY BY FUNCTION AND AGENCY
(in millions of dollars)—Continued

Function and department or other unit	NEW OBLIGATIONAL AUTHORITY			LOAN AUTHORITY		
	1970 actual	1971 estimate	1972 estimate	1970 actual	1971 estimate	1972 estimate
250 SPACE RESEARCH AND TECHNOLOGY						
251 Manned space flight: National Aeronautics and Space Administration.....	2,263	1,770	1,638	-----	-----	-----
252 Space science and applications: National Aeronautics and Space Administration.....	637	693	890	-----	-----	-----
253 Space technology: National Aeronautics and Space Administration.....	288	275	208	-----	-----	-----
254 Aircraft technology: National Aeronautics and Space Administration.....	199	196	215	-----	-----	-----
259 Supporting space activities: National Aeronautics and Space Administration ¹	365	377	333	-----	-----	-----
Deductions for offsetting receipts: Proprietary receipts from the public..	-6	-13	-13	-----	-----	-----
Total space research and technology	3,746	3,297	3,270	-----	-----	-----
350 AGRICULTURE AND RURAL DEVELOPMENT						
351 Farm income stabilization: Department of Agriculture ¹	5,166	3,445	4,419	80	75	82
352 Rural housing and public facilities: Department of Agriculture ¹	137	210	138	289	292	593
354 Agricultural land and water resources: Department of Agriculture ¹	359	368	321	-----	-----	-----
355 Research and other agricultural services: Department of Agriculture ¹	735	820	846	-----	-----	-----
Environmental Protection Agency...	-----	4	7	-----	-----	-----
Total 355.....	735	823	852	-----	-----	-----
Deductions for offsetting receipts: Proprietary receipts from the public..	-41	-42	-43	-----	-----	-----
Total agriculture and rural development.....	6,356	4,804	5,687	370	367	675

See footnotes at end of table.

Table 14. BUDGET AUTHORITY BY FUNCTION AND AGENCY
(in millions of dollars)—Continued

Function and department or other unit	NEW OBLIGATIONAL AUTHORITY			LOAN AUTHORITY		
	1970 actual	1971 estimate	1972 estimate	1970 actual	1971 estimate	1972 estimate
400 NATURAL RESOURCES						
401 Water resources and power:						
Department of Agriculture ¹	108	117	115	-----	-----	-----
Department of Defense—Civil ¹	1,169	1,335	1,443	-----	-----	-----
Department of the Interior ¹	569	500	498	3	7	9
Department of State.....	5	19	11	-----	-----	-----
Environmental Protection Agency ¹	887	1,123	2,143	-----	-----	-----
Other independent agencies:						
Federal Power Commission.....	18	19	21	-----	-----	-----
Intergovernmental agencies.....	*	*	*	-----	-----	-----
Temporary study commissions.....	1	2	1	-----	-----	-----
Tennessee Valley Authority.....	51	3,306	57	-----	-----	-----
Water Resources Council ¹	5	7	7	-----	-----	-----
Total 401.....	2,812	6,428	4,296	3	7	9
402 Land management:						
Department of Agriculture ¹	627	696	668	-----	-----	-----
Department of the Interior ¹	194	200	206	-----	-----	-----
Other independent agencies: Tempo- rary study commissions.....	1	*	-----	-----	-----	-----
Total 402.....	822	897	874	-----	-----	-----
403 Mineral resources:						
Department of the Interior ¹	110	138	72	-----	-----	-----
405 Recreational resources:						
Department of the Interior ¹	430	662	788	-----	-----	-----
409 Other natural resources programs:						
Department of Defense—Civil.....	*	*	*	-----	-----	-----
Department of the Interior.....	120	131	142	-----	-----	-----
Department of State.....	2	3	3	-----	-----	-----
Total 409.....	123	134	145	-----	-----	-----
Deductions for offsetting receipts:						
Interfund and intragovernmental transactions.....	-1	-1	-2	-----	-----	-----
Proprietary receipts from the public..	-1,104	-2,092	-1,274	-----	-----	-----
Total natural resources.....	3,192	6,165	4,899	3	7	9

See footnotes at end of table.

Table 14. BUDGET AUTHORITY BY FUNCTION AND AGENCY
(in millions of dollars)—Continued

Function and department or other unit	NEW OBLIGATIONAL AUTHORITY			LOAN AUTHORITY		
	1970 actual	1971 estimate	1972 estimate	1970 actual	1971 estimate	1972 estimate
500 COMMERCE AND TRANSPORTATION						
501 Air transportation:						
Department of Transportation ^{1 3}	2,128	1,549	1,708	-----	-----	-----
Other independent agencies: Civil Aeronautics Board.....	34	50	-----	-----	-----	-----
Temporary study commission (trust fund).....	-----	2	-----	-----	-----	-----
Total 501.....	2,161	1,601	1,708	-----	-----	-----
502 Water transportation:						
Department of Commerce.....	251	463	505	-7	-6	-6
Department of Transportation ¹	584	654	659	-----	-----	-----
Other independent agencies: Temporary study commissions.....	1	*	1	-----	-----	-----
Total 502.....	836	1,117	1,165	-7	-6	-6
503 Ground transportation:						
Department of Transportation ¹	5,859	8,844	6,025	100	100	-----
Other independent agencies: Temporary study commissions.....	-----	*	-----	-----	-----	-----
Total 503.....	5,859	8,844	6,025	100	100	-----
505 Postal Service:						
Postal Service.....	1,758	12,735	1,472	-----	-----	-----
506 Advancement of business:						
Department of Commerce ¹	559	513	555	-----	-----	108
Department of Transportation.....	34	40	55	-----	-----	-----
Other independent agencies:						
Small Business Administration.....	26	24	27	175	380	400
Temporary study commissions.....	1	2	1	-----	-----	-----
Total 506.....	620	579	638	175	380	508
507 Area and regional development:						
Funds appropriated to the President.....	282	302	277	-----	-----	-----
Department of Commerce ¹	219	243	244	61	63	64
Department of the Interior ¹	215	255	218	-----	-----	5
Other independent agencies:						
Federal Field Committee for Development Planning in Alaska.....	*	*	-----	-----	-----	-----
Intergovernmental agencies ¹	3	3	3	-----	-----	-----
National Council on Indian Opportunity.....	*	*	*	-----	-----	-----
Total 507.....	719	803	742	61	63	69

See footnotes at end of table.

Table 14. BUDGET AUTHORITY BY FUNCTION AND AGENCY
(in millions of dollars)—Continued

Function and department or other unit	NEW OBLIGATIONAL AUTHORITY			LOAN AUTHORITY		
	1970 actual	1971 estimate	1972 estimate	1970 actual	1971 estimate	1972 estimate
500 COMMERCE AND TRANSPORTATION—Continued						
508 Regulation of business:						
Department of Commerce.....	9	9	8	-----	-----	-----
Department of Justice.....	10	11	11	-----	-----	-----
Other independent agencies:						
Civil Aeronautics Board.....	11	12	13	-----	-----	-----
Federal Communications Commission.....	25	26	30	-----	-----	-----
Federal Maritime Commission.....	4	5	5	-----	-----	-----
Federal Trade Commission.....	21	22	24	-----	-----	-----
Interstate Commerce Commission.....	28	28	27	-1	44	—*
Securities and Exchange Commission.....	22	23	23	-----	-----	-----
Total 508.....	129	136	143	-1	44	—*
Deductions for offsetting receipts: ⁶						
Interfund and intragovernmental transactions.....	-39	-72	-14	-----	-----	-----
Proprietary receipts from the public..	-115	-128	-128	-----	-----	-----
Total commerce and transportation..	11,928	25,613	11,749	328	582	571
550 COMMUNITY DEVELOPMENT AND HOUSING						
551 Concentrated community development:						
Funds appropriated to the President ¹ ..	792	894	778	6	-----	-----
Department of Housing and Urban Development.....	575	575	-----	-----	-----	-----
Total 551.....	1,367	1,469	778	6	-----	-----
552 Community environment:						
Department of Housing and Urban Development.....	1,096	1,302	805	-----	-----	-----
553 Community facilities:						
Department of Housing and Urban Development.....	184	404	1,063	2	-2	-----
554 Community planning and administration:						
Department of Housing and Urban Development.....	110	138	202	-----	-----	-----
555 Low and moderate income housing aids:						
Department of Housing and Urban Development.....	554	895	1,421	2,795	45	40

See footnotes at end of table.

Table 14. BUDGET AUTHORITY BY FUNCTION AND AGENCY
(in millions of dollars)—Continued

Function and department or other unit	NEW OBLIGATIONAL AUTHORITY			LOAN AUTHORITY		
	1970 actual	1971 estimate	1972 estimate	1970 actual	1971 estimate	1972 estimate
550 COMMUNITY DEVELOPMENT AND HOUSING—Continued						
556 Maintenance of the housing mortgage market:						
Department of Housing and Urban Development.....	14	14	16	-----	75	60
Other independent agencies: Federal Home Loan Bank Board.....	8	85	85	3,000	-----	-----
Total 556.....	22	99	101	3,000	75	60
Deductions for offsetting receipts:						
Proprietary receipts from the public.....	—*	—53	—*	-----	-----	-----
Total community development and housing.....	3,334	4,254	4,370	5,803	118	100
600 EDUCATION AND MANPOWER						
601 Elementary and secondary education:						
Funds appropriated to the President.....	396	429	-----	-----	-----	-----
Department of Health, Education, and Welfare.....	2,356	3,165	3,951	1	*	—*
Department of the Interior.....	217	262	307	-----	-----	-----
Total 601.....	2,970	3,857	4,258	1	*	—*
602 Higher education:						
Department of Health, Education, and Welfare.....	913	1,013	1,575	12	—19	403
Department of Housing and Urban Development.....	53	42	22	-----	-----	-----
Total 602.....	966	1,055	1,597	12	—19	403
603 Vocational education:						
Department of Health, Education, and Welfare.....	378	527	480	-----	-----	-----
604 Manpower training and employment services:						
Funds appropriated to the President.....	754	-----	-----	-----	-----	-----
Department of Health, Education, and Welfare.....	102	98	275	-----	-----	-----
Department of Labor ¹	1,117	1,965	2,046	-----	-----	-----
Total 604.....	1,973	2,064	2,321	-----	-----	-----

See footnotes at end of table.

Table 14. BUDGET AUTHORITY BY FUNCTION AND AGENCY
(in millions of dollars)—Continued

Function and department or other unit	NEW OBLIGATIONAL AUTHORITY			LOAN AUTHORITY		
	1970 actual	1971 estimate	1972 estimate	1970 actual	1971 estimate	1972 estimate
600 EDUCATION AND MAN-POWER—Continued						
605 Science education and basic research:						
Other independent agencies: National Science Foundation ¹	440	506	622	-----	-----	-----
608 Other education aids:						
Legislative branch ¹	51	57	74	-----	-----	-----
Department of Health, Education, and Welfare.....	256	235	191	-----	-----	-----
Other independent agencies:						
Corporation for Public Broadcasting.....	15	23	35	-----	-----	-----
National Foundation on the Arts and the Humanities ¹	20	39	70	-----	-----	-----
Smithsonian Institution ¹	47	46	60	5	-----	-----
Total 608.....	389	399	430	5	-----	-----
609 Other manpower aids:						
Department of the Interior.....	26	57	71	-----	-----	-----
Department of Labor ¹	96	125	154	-----	-----	-----
Other independent agencies:						
Equal Employment Opportunity Commission.....	13	16	26	-----	-----	-----
Federal Coal Mine Safety Board of Review.....	*	-----	-----	-----	-----	-----
Federal Mediation and Conciliation Service.....	9	10	10	-----	-----	-----
National Labor Relations Board.....	39	41	44	-----	-----	-----
National Mediation Board.....	2	2	3	-----	-----	-----
Occupational Health Safety Review Commission.....	-----	*	*	-----	-----	-----
President's Committee on Consumer Interests.....	*	1	1	-----	-----	-----
President's Council on Youth Opportunity.....	*	*	-----	-----	-----	-----
Temporary study commissions.....	*	1	1	-----	-----	-----
Total 609.....	187	253	310	-----	-----	-----
Deductions for offsetting receipts:						
Proprietary receipts from the public..	-14	-12	-29	-----	-----	-----
Total education and manpower....	7,289	8,647	9,989	18	-19	402

See footnotes at end of table.

Table 14. BUDGET AUTHORITY BY FUNCTION AND AGENCY
(in millions of dollars)—Continued

Function and department or other unit	NEW OBLIGATIONAL AUTHORITY			LOAN AUTHORITY		
	1970 actual	1971 estimate	1972 estimate	1970 actual	1971 estimate	1972 estimate
650 HEALTH						
651 Development of health resources:						
Department of Health, Education, and Welfare.....	2,014	2,337	2,418	5	10	—*
652 Providing or financing medical services:						
Department of Health, Education, and Welfare ^{1 3}	10,587	13,937	17,147	-----	-----	-----
653 Prevention and control of health problems:						
Department of Health, Education, and Welfare.....	495	582	621	-----	-----	-----
Environmental Protection Agency....	117	147	216	-----	-----	-----
Other independent agencies: Temporary study commissions.....	-----	1	-----	-----	-----	-----
Total 653.....	611	730	837	-----	-----	-----
Deductions for offsetting receipts:⁷						
Proprietary receipts from the public..	—6	—2	—18	-----	-----	-----
Total health.....	13,207	17,003	20,384	5	10	—*
700 INCOME SECURITY						
701 Retirement and social insurance:						
The Judiciary (trust fund).....	1	2	2	-----	-----	-----
Department of Health, Education, and Welfare ^{1 3}	35,553	37,395	42,569	-----	-----	-----
Department of Labor ^{1 3}	3,898	4,223	4,828	-----	-----	-----
Department of State (trust fund)....	22	24	26	-----	-----	-----
Other independent agencies:						
Civil Service Commission ^{1 3}	4,682	5,231	5,515	-----	-----	-----
Railroad Retirement Board ^{1 3}	1,737	1,888	2,075	-----	-----	-----
Temporary study commissions.....	-----	*	-----	-----	-----	-----
Total 701.....	45,894	48,763	55,014	-----	-----	-----
702 Public assistance:						
Department of Agriculture.....	998	2,180	2,579	-----	-----	-----
Department of Health, Education, and Welfare.....	4,440	5,725	7,323	4	4	5
Total 702.....	5,438	7,905	9,902	4	4	5

See footnotes at end of table.

Table 14. BUDGET AUTHORITY BY FUNCTION AND AGENCY
(in millions of dollars)—Continued

Function and department or other unit	NEW OBLIGATIONAL AUTHORITY			LOAN AUTHORITY		
	1970 actual	1971 esti- mate	1972 esti- mate	1970 actual	1971 esti- mate	1972 esti- mate
700 INCOME SECURITY—Con.						
703 Social and individual services:						
The Judiciary (trust fund)	1	1	2	-----	-----	-----
Funds appropriated to the President	245	65	85	-----	-----	-----
Department of Health, Education, and Welfare	1,228	1,653	1,902	-----	-----	-----
Other independent agencies: National Credit Union Administration	-----	100	-----	-----	-----	-----
Total 703	1,474	1,819	1,989	-----	-----	-----
Deductions for offsetting receipts: ⁸						
Proprietary receipts from the public	-1	-1	-18	-----	-----	-----
Total income security	52,804	58,486	66,887	4	4	5
800 VETERANS BENEFITS AND SERVICES						
801 Income security for veterans:						
Veterans Administration ¹	5,995	6,544	6,924	105	111	120
802 Veterans education, training, and rehabilitation:						
Veterans Administration	1,044	1,696	1,932	-----	-----	-----
803 Veterans housing:						
Veterans Administration	-68	159	133	73	-153	-127
804 Hospital and medical care for veterans:						
Veterans Administration ¹	1,837	2,055	2,214	-----	-----	-----
809 Other veterans benefits and services:						
Department of Defense—Civil ¹	25	29	34	-----	-----	-----
Veterans Administration	243	252	266	-----	-----	-----
Other independent agencies: American Battle Monuments Commission ¹	3	3	3	-----	-----	-----
Total 809	270	284	303	-----	-----	-----
Deductions for offsetting receipts:						
Interfund and intragovernmental transactions	-3	-4	-4	-----	-----	-----
Proprietary receipts from the public	-473	-489	-504	-----	-----	-----
Total veterans benefits and services	8,602	10,246	10,998	178	-42	-7

See footnotes at end of table.

Table 14. **BUDGET AUTHORITY BY FUNCTION AND AGENCY**
(in millions of dollars)—Continued

Function and department or other unit	NEW OBLIGATIONAL AUTHORITY			LOAN AUTHORITY		
	1970 actual	1971 estimate	1972 estimate	1970 actual	1971 estimate	1972 estimate
850 INTEREST						
851 Interest on the public debt:						
Department of the Treasury.....	19,304	20,800	21,150	-----	-----	-----
852 Interest on refunds of receipts:						
Department of the Treasury.....	113	117	117	-----	-----	-----
853 Interest on uninvested funds:						
Department of the Treasury.....	9	7	6	-----	-----	-----
Deductions for offsetting receipts:						
Interfund and intragovernmental transactions.....	-783	-1,200	-1,272	-----	-----	-----
Proprietary receipts from the public..	-327	-291	-314	-----	-----	-----
Total interest.....	18,314	19,433	19,687	-----	-----	-----
900 GENERAL GOVERNMENT						
901 Legislative functions:						
Legislative branch.....	238	271	338	-----	-----	-----
902 Judicial functions:						
The Judiciary.....	130	152	174	-----	-----	-----
Other independent agencies: Indian Claims Commission.....	1	1	1	-----	-----	-----
Total 902.....	131	153	175	-----	-----	-----
903 Executive direction and management:						
Executive Office of the President....	35	45	53	-----	-----	-----
Funds appropriated to the President..	1	1	2	-----	-----	-----
Department of the Treasury.....	1	1	1	-----	-----	-----
Environmental Protection Agency....	*	*	*	-----	-----	-----
General Services Administration.....	*	*	*	-----	-----	-----
Other independent agencies: Temporary study commissions.....	1	-----	-----	-----	-----	-----
Total 903.....	39	48	56	-----	-----	-----
904 Central fiscal operations:						
Legislative branch ¹	73	82	103	-----	-----	-----
Department of the Treasury ¹	1,219	1,327	1,497	-----	-----	-----
Other independent agencies: Renegotiation Board.....	4	4	5	-----	-----	-----
Total 904.....	1,297	1,414	1,605	-----	-----	-----

See footnotes at end of table.

Table 14. BUDGET AUTHORITY BY FUNCTION AND AGENCY
(in millions of dollars)—Continued

Function and department or other unit	NEW OBLIGATIONAL AUTHORITY			LOAN AUTHORITY		
	1970 actual	1971 estimate	1972 estimate	1970 actual	1971 estimate	1972 estimate
900 GENERAL GOVERNMENT—Continued						
905 General property and records management:						
General Services Administration ¹	518	727	781	20	21	—4
Other independent agencies: Temporary study commissions.....	1	1	3	—	—	—
Total 905.....	519	728	784	20	21	—4
906 Central personnel management:						
Department of Labor ¹	61	110	90	—	—	—
Other independent agencies: Civil Service Commission ³	85	118	175	—	—	—
Total 906.....	146	228	265	—	—	—
908 Law enforcement and justice:						
Funds appropriated to the President.....	—	2	—	—	—	—
Department of Justice ¹	853	1,229	1,530	—	—	—
Department of the Treasury.....	35	51	94	—	—	—
Other independent agencies:						
Administrative Conference of the United States.....	*	*	*	—	—	—
Cabinet Committee on Opportunities for Spanish-Speaking People.....	1	1	1	—	—	—
Civil Service Commission.....	—	—	1	—	—	—
Commission on Civil Rights.....	3	3	4	—	—	—
Subversive Activities Control Board.....	*	*	*	—	—	—
Temporary study commissions.....	*	*	—	—	—	—
Total 908.....	891	1,287	1,631	—	—	—
909 National Capital region:						
Other independent agencies:						
Commission of Fine Arts.....	*	*	*	—	—	—
District of Columbia.....	112	143	164	63	25	58
Intergovernmental agencies.....	126	180	188	—	—	—
National Capital Planning Commission ¹	*	1	1	—	—	—
Temporary study commissions.....	*	*	*	—	—	—
Total 909.....	239	325	354	63	25	58
910 Other general government:						
Legislative branch.....	10	34	18	—	—	—
Department of Defense—Civil.....	65	57	59	—*	—*	—*
Department of the Interior.....	73	89	100	4	4	5
Department of the Treasury ¹	138	285	308	—	—	—
Environmental Protection Agency.....	—	13	85	—	—	—

See footnotes at end of table.

Table 14. BUDGET AUTHORITY BY FUNCTION AND AGENCY
(in millions of dollars)—Continued

Function and department or other unit,	NEW OBLIGATIONAL AUTHORITY			LOAN AUTHORITY		
	1970 actual	1971 estimate	1972 estimate	1970 actual	1971 estimate	1972 estimate
900 GENERAL GOVERNMENT—						
Continued						
910 Other general government—Con.						
Other independent agencies:						
Historical and memorial commissions ¹	*	*	4	-----	-----	-----
Intergovernmental agencies ¹	1	1	1	-----	-----	-----
Temporary study commissions.....	1	-----	1	-----	-----	-----
Total 910.....	288	480	575	4	4	5
Deductions for offsetting receipts: ⁹						
Interfund and intragovernmental transactions.....	-103	-113	-115	-----	-----	-----
Proprietary receipts from the public.....	-156	-141	-391	-----	-----	-----
Total general government.....	3,529	4,680	5,277	88	50	58
OTHER						
Allowances for:						
Added amount for revenue sharing.....	-----	-----	4,106	-----	-----	-----
Pay increases (excluding Department of Defense).....	-----	525	1,050	-----	-----	-----
Contingencies.....	-----	500	1,250	-----	-----	-----
Undistributed intragovernmental payments:						
Employer share, employee retirement.....	-2,444	-2,486	-2,461	-----	-----	-----
Interest received by trust funds.....	-3,936	-4,711	-5,310	-----	-----	-----
Total new obligational authority and loan authority.....	206,177	225,187	246,927	6,796	1,076	2,038
MEMORANDUM						
Federal funds.....	154,917	180,876	182,945	6,602	878	1,934
Trust funds.....	60,038	65,420	75,599	195	198	104
Intragovernmental transactions.....	-8,778	-11,109	-11,617	-----	-----	-----

*Less than \$500 thousand.

¹ Includes both Federal and trust funds.

² Net of interfund and intragovernmental transactions, and proprietary receipts from the public.

³ Net of interfund and intragovernmental transactions.

⁴ Excludes offsetting receipts which have been distributed by subfunction above: 1970, \$978 million; 1971, \$1,193 million; 1972, \$1,133 million.

⁵ Excludes offsetting receipts which have been distributed by subfunction above: 1970, \$0; 1971, \$5 million; 1972, \$6 million.

⁶ Excludes offsetting receipts which have been distributed by subfunction above: 1970, \$0; 1971, \$621 million; 1972, \$522 million.

⁷ Excludes offsetting receipts which have been distributed by subfunction above: 1970, \$1,556 million; 1971, \$2,119 million; 1972, \$1,928 million.

⁸ Excludes offsetting receipts which have been distributed by subfunction above: 1970, \$1,074 million; 1971, \$1,110 million; 1972, \$1,333 million.

⁹ Excludes offsetting receipts which have been distributed by subfunction above: 1970, \$0.2 million; 1971, \$0.6 million; 1972, \$0.7 million.

Table 15. BUDGET OUTLAYS BY FUNCTION AND AGENCY
(in millions of dollars)

Function and department or other unit	EXPENDITURES			NET LENDING		
	1970 actual	1971 estimate	1972 estimate	1970 actual	1971 estimate	1972 estimate
050 NATIONAL DEFENSE						
051 Department of Defense—Military:						
Military personnel.....	23,031	21,698	20,105	-----	-----	-----
Retired military personnel.....	2,849	3,394	3,744	-----	-----	-----
Operation and maintenance.....	21,609	20,380	20,234	-----	-----	-----
Procurement.....	21,584	18,448	17,936	-----	-----	-----
Research, development, test, and evaluation.....	7,166	7,281	7,504	-----	-----	-----
Military construction.....	1,168	1,200	1,523	-----	-----	-----
Other ¹	-109	207	496	-1	—*	—*
Allowances for:						
Civilian and military pay increases.....	-----	945	2,430	-----	-----	-----
All-volunteer force.....	-----	-----	1,150	-----	-----	-----
Deductions for offsetting receipts:						
Interfund and intragovernmental transactions.....	-7	-6	-6	-----	-----	-----
Proprietary receipts from the public.....	-141	-177	-141	-----	-----	-----
Total 051.....	77,150	73,370	74,975	-1	—*	—*
057 Military assistance: ²						
Funds appropriated to the President ¹	731	1,130	1,025	-----	-----	-----
058 Atomic energy: ²						
Atomic Energy Commission ¹	2,453	2,275	2,318	-----	-----	-----
059 Defense-related activities:						
Executive Office of the President.....	3	3	3	-----	-----	-----
Funds appropriated to the President.....	-14	-166	-24	-1	-1	-1
Department of Health, Education, and Welfare.....	1	7	6	-----	-----	-----
Department of the Treasury ¹	*	*	*	—*	—*	—*
General Services Administration.....	15	27	30	-----	-----	-----
Other independent agencies: Selective Service System.....	75	75	78	-----	-----	-----
Total 059.....	80	-53	93	-1	-1	-1
Deductions for offsetting receipts: ⁴						
Proprietary receipts from the public.....	-118	-278	-898	-----	-----	-----
Total national defense.....	80,296	76,444	77,513	-2	-1	-1

See footnotes at end of table.

Table 15. BUDGET OUTLAYS BY FUNCTION AND AGENCY
(in millions of dollars)—Continued

Function and department or other unit	EXPENDITURES			NET LENDING		
	1970 actual	1971 esti- mate	1972 esti- mate	1970 actual	1971 esti- mate	1972 esti- mate
150 INTERNATIONAL AFFAIRS AND FINANCE						
151 Conduct of foreign affairs:						
Department of State ^{1 3}	382	406	438	-----	-----	-----
Other independent agencies:						
Arms Control and Disarmament Agency.....	11	10	9	-----	-----	-----
Foreign Claims Settlement Com- mission.....	1	1	1	-----	-----	-----
Tariff Commission.....	4	4	5	-----	-----	-----
Total 151.....	398	421	453	-----	-----	-----
152 Economic and financial assistance:						
Funds appropriated to the President ¹	1,995	2,040	2,316	-----	3	12
Department of Agriculture.....	*	-----	-----	-----	-----	-----
Department of State ¹	10	10	8	-----	-----	-----
Department of Transportation ¹	7	8	10	-----	-----	-----
Other independent agencies:						
Export-Import Bank of the United States.....	-73	-120	-108	292	248	398
U.S. Section of the United States- Mexico Commission for Border Development and Friendship.....	*	*	-----	-----	-----	-----
Total 152.....	1,939	1,939	2,225	292	251	410
153 Foreign information and exchange activities:						
Funds appropriated to the President.....	1	2	-----	-----	-----	-----
Department of State ¹	36	40	46	-----	-----	-----
Other independent agencies: United States Information Agency ¹	198	198	197	-----	-----	-----
Total 153.....	235	240	243	-----	-----	-----
154 Food for Peace:						
Department of Agriculture.....	937	1,014	962	-----	-----	-----
Deductions for offsetting receipts: ⁵						
Interfund and intragovernmental transactions.....	—*	—*	—*	-----	-----	-----
Proprietary receipts from the public.....	-232	-279	-261	-----	-----	-----
Total international affairs and finance.....	3,278	3,336	3,622	292	251	410

See footnotes at end of table.

Table 15. BUDGET OUTLAYS BY FUNCTION AND AGENCY
(in millions of dollars)—Continued

Function and department or other unit	EXPENDITURES			NET LENDING		
	1970 actual	1971 esti- mate	1972 esti- mate	1970 actual	1971 esti- mate	1972 esti- mate
250 SPACE RESEARCH AND TECH- NOLOGY						
251 Manned space flight: National Aeronautics and Space Ad- ministration.....	2,209	1,887	1,662	-----	-----	-----
252 Space science and applications: National Aeronautics and Space Ad- ministration.....	656	631	727	-----	-----	-----
253 Space technology: National Aeronautics and Space Ad- ministration.....	328	286	234	-----	-----	-----
254 Aircraft technology: National Aeronautics and Space Ad- ministration.....	188	184	195	-----	-----	-----
259 Supporting space activities: National Aeronautics and Space Ad- ministration ¹	374	393	347	-----	-----	-----
Deductions for offsetting receipts: Proprietary receipts from the public..	-6	-13	-13	-----	-----	-----
Total space research and tech- nology.....	3,749	3,368	3,151	-----	-----	-----
350 AGRICULTURE AND RURAL DEVELOPMENT						
351 Farm income stabilization: Department of Agriculture ¹	4,653	4,065	4,488	-63	11	-261
Other independent agencies: Farm Credit Administration.....	—*	—*	-----	-----	-----	-----
Total 351.....	4,655	4,065	4,488	-63	10	-261
352 Rural housing and public facilities: Department of Agriculture ¹	169	180	202	395	-126	227
Department of Housing and Urban Development.....	14	6	3	-----	-----	-----
Total 352.....	183	186	205	395	-126	227
354 Agricultural land and water re- sources: Department of Agriculture ¹	344	353	334	*	*	-----

See footnotes at end of table.

Table 15. BUDGET OUTLAYS BY FUNCTION AND AGENCY
(in millions of dollars)—Continued

Function and department or other unit	EXPENDITURES			NET LENDING		
	1970 actual	1971 esti- mate	1972 esti- mate	1970 actual	1971 esti- mate	1972 esti- mate
350 AGRICULTURE AND RURAL DEVELOPMENT—Continued						
355 Research and other agricultural services						
Department of Agriculture ¹	730	813	848	-----	-----	-----
Environmental Protection Agency	-----	3	7	-----	-----	-----
Total 355	730	816	855	-----	-----	-----
Deductions for offsetting receipts:						
Proprietary receipts from the public	-41	-42	-43	-----	-----	-----
Total agriculture and rural develop- ment	5,869	5,377	5,838	332	-115	-34
400 NATURAL RESOURCES						
401 Water resources and power:						
Department of Agriculture ¹	115	124	120	*	1	1
Department of Defense—Civil ¹	1,184	1,396	1,495	-----	-----	-----
Department of the Interior ¹	441	503	551	3	4	13
Department of State	5	9	15	-----	-----	-----
Environmental Protection Agency ¹	262	535	1,131	-----	-----	-----
Other independent agencies:						
Federal Power Commission	18	20	21	-----	-----	-----
Intergovernmental agencies	*	*	*	-----	-----	-----
Temporary study commissions	1	2	2	-----	-----	-----
Tennessee Valley Authority	211	425	508	-----	-----	-----
Water Resources Council ¹	4	7	8	-----	-----	-----
Total 401	2,242	3,020	3,851	3	4	14
402 Land Management:						
Department of Agriculture ¹	556	658	632	-----	-----	-----
Department of the Interior ¹	197	205	198	-----	-----	-----
Other independent agencies: Tem- porary study commissions	2	1	-----	-----	-----	-----
Total 402	754	864	830	-----	-----	-----
403 Mineral resources:						
Department of the Interior ¹	94	173	68	-----	-----	-----
405 Recreational resources:						
Department of the Interior ¹	370	536	615	-----	-----	-----
409 Other natural resources programs:						
Department of Defense—Civil	*	*	*	-----	-----	-----
Department of the Interior	119	130	140	-----	-----	-----
Department of State	3	3	3	-----	-----	-----
Total 409	122	133	143	-----	-----	-----

See footnotes at end of table.

Table 15. BUDGET OUTLAYS BY FUNCTION AND AGENCY
(in millions of dollars)—Continued

Function and department or other unit	EXPENDITURES			NET LENDING		
	1970 actual	1971 estimate	1972 estimate	1970 actual	1971 estimate	1972 estimate
400 NATURAL RESOURCES—Con.						
Deductions for offsetting receipts:						
Interfund and intragovernmental transactions	—1	—1	—2	—	—	—
Proprietary receipts from the public	—1, 104	—2, 092	—1, 274	—	—	—
Total natural resources	2, 477	2, 631	4, 230	3	4	14
500 COMMERCE AND TRANSPORTATION						
501 Air transportation:						
Department of Transportation ¹³	1, 186	1, 588	1, 811	—	—	—
Other independent agencies:						
Civil Aeronautics Board	37	32	23	—	—	—
Temporary study commissions (trust fund)	—	*	1	—	—	—
Total 501	1, 223	1, 620	1, 835	—	—	—
502 Water transportation:						
Department of Commerce	326	441	467	—9	—7	—7
Department of Defense—Civil	—6	16	4	—	—	—
Department of Transportation ¹	588	615	658	—	—	—
Other independent agencies: Temporary study commissions	2	1	1	—	—	—
Total 502	911	1, 073	1, 130	—9	—7	—7
503 Ground transportation:						
Department of Housing and Urban Development	2	2	2	—	—	—
Department of Transportation ¹	4, 626	5, 108	5, 272	3	35	35
Other independent agencies: Temporary study commissions	—	*	*	—	—	—
Total 503	4, 629	5, 110	5, 275	3	35	35
505 Postal service:						
Postal Service	1, 510	2, 353	1, 333	—	—	—
506 Advancement of Business:						
Funds appropriated to the President	*	—	—	—	—	—
Department of Commerce ¹	539	531	537	1	*	58
Department of Housing and Urban Development	—4	—5	8	—	—	—
Department of Transportation	26	40	43	—	—	—
Other independent agencies:						
Federal Deposit Insurance Corporation (trust fund)	—328	—308	—402	—	—	—
Small Business Administration	126	114	95	127	163	195
Temporary study commissions	1	1	1	—	—	—
Total 506	359	372	283	128	163	253

See footnotes at end of table.

Table 15. BUDGET OUTLAYS BY FUNCTION AND AGENCY
(in millions of dollars)—Continued

Function and department or other unit	EXPENDITURES			NET LENDING		
	1970 actual	1971 estimate	1972 estimate	1970 actual	1971 estimate	1972 estimate
500 COMMERCE AND TRANSPORTATION—Continued						
507 Area and regional development:						
Funds appropriated to the President	195	276	289	-----	-----	-----
Department of Commerce ¹	192	209	222	58	71	45
Department of the Interior ¹	148	184	241	-5	3	2
Other independent agencies:						
Federal Field Committee for Development Planning in Alaska	*	*	*	-----	-----	-----
Intergovernmental agencies ¹	3	3	3	-----	-----	-----
National Council on Indian Opportunity	*	*	*	-----	-----	-----
Total 507	537	672	755	53	74	46
508 Regulation of business:						
Department of Commerce	9	9	8	-----	-----	-----
Department of Justice	9	11	11	-----	-----	-----
Department of the Treasury (trust fund)	-5	-2	-*	-----	-----	-----
Other independent agencies:						
Civil Aeronautics Board	11	12	13	-----	-----	-----
Federal Communications Commission	24	26	30	-----	-----	-----
Federal Maritime Commission	4	5	5	-----	-----	-----
Federal Trade Commission	20	21	23	-----	-----	-----
Interstate Commerce Commission	27	28	27	-1	44	-*
Securities and Exchange Commission	22	23	23	-----	-----	-----
Total 508	121	132	141	-1	44	-*
Deductions for offsetting receipts: ⁶						
Interfund and intragovernmental transactions	-39	-72	-14	-----	-----	-----
Proprietary receipts from the public	-115	-128	-128	-----	-----	-----
Total commerce and transportation	9,136	11,134	10,610	174	308	327
550 COMMUNITY DEVELOPMENT AND HOUSING						
551 Concentrated community development:						
Funds appropriated to the President ¹	740	795	796	-10	-7	-11
Department of Housing and Urban Development	86	380	450	-----	-----	-----
Total 551	825	1,175	1,246	-10	-7	-11
552 Community environment:						
Department of Housing and Urban Development	1,111	1,126	1,396	-6	47	1

See footnotes at end of table.

Table 15. BUDGET OUTLAYS BY FUNCTION AND AGENCY
(in millions of dollars)—Continued

Function and department or other unit	EXPENDITURES			NET LENDING		
	1970 actual	1971 esti- mate	1972 esti- mate	1970 actual	1971 esti- mate	1972 esti- mate
550 COMMUNITY DEVELOPMENT AND HOUSING—Continued						
553 Community facilities:						
Department of Housing and Urban Development.....	142	188	383	39	40	33
554 Community planning and admin- istration:						
Department of Housing and Urban Development.....	69	133	153	*	-2	-2
555 Low and moderate income hous- ing aids:						
Department of Housing and Urban Development.....	493	883	1,441	787	750	507
556 Maintenance of the housing mort- gage market:						
Department of Housing and Urban Development.....	-185	-297	-238	-135	10	-282
Other independent agencies: Federal Home Loan Bank Board.....	-257	-136	-137	90	-1	5
Total 556.....	-443	-433	-375	-44	10	-276
Deductions for offsetting receipts:						
Proprietary receipts from the public..	—*	-53	—*	-----	-----	-----
Total community development and housing.....	2,198	3,020	4,243	766	838	252
600 EDUCATION AND MANPOWER						
601 Elementary and secondary educa- tion:						
Funds appropriated to the President..	369	396	261	-----	-----	-----
Department of Health, Education, and Welfare.....	2,384	2,572	2,985	—*	—*	—*
Department of the Interior.....	215	276	316	-----	-----	-----
Total 601.....	2,968	3,245	3,562	—*	—*	—*
602 Higher education:						
Department of Health, Education, and Welfare.....	1,081	1,235	1,240	101	84	14
Department of Housing and Urban Development.....	58	30	4	139	107	42
Department of the Treasury.....	2	1	2	-----	-----	-----
Total 602.....	1,141	1,267	1,246	240	191	56
603 Vocational education:						
Department of Health, Education, and Welfare.....	289	423	501	-----	-----	-----

See footnotes at end of table.

Table 15. BUDGET OUTLAYS BY FUNCTION AND AGENCY
(in millions of dollars)—Continued

Function and department or other unit	EXPENDITURES			NET LENDING		
	1970 actual	1971 esti- mate	1972 esti- mate	1970 actual	1971 esti- mate	1972 esti- mate
600 EDUCATION AND MAN- POWER—Continued						
604 Manpower training and employ- ment services:						
Funds appropriated to the President	697	436	-----	-----	-----	-----
Department of Health, Education, and Welfare.....	87	146	231	-----	-----	-----
Department of Labor ¹	818	1,435	1,924	-----	-----	-----
Total 604.....	1,602	2,017	2,156	-----	-----	-----
605 Science education and basic re- search:						
Other independent agencies: National Science Foundation ¹	464	502	546	-----	-----	-----
608 Other education aids:						
Legislative branch ¹	50	61	72	-----	-----	-----
Department of Health, Education, and Welfare.....	298	239	225	-----	-----	-----
Other independent agencies:						
Corporation for Public Broadcast- ing.....	15	23	35	-----	-----	-----
National Foundation on the Arts and the Humanities ¹	15	40	64	-----	-----	-----
Smithsonian Institution ¹	52	56	67	-----	-----	-----
Total 608.....	429	419	463	-----	-----	-----
609 Other manpower aids:						
Department of the Interior.....	17	56	70	-----	-----	-----
Department of Labor ¹	91	120	155	-----	-----	-----
Other independent agencies:						
Equal Employment Opportunity Commission.....	12	18	25	-----	-----	-----
Federal Coal Mine Safety Board of Review.....	*	*	-----	-----	-----	-----
Federal Mediation and Conciliation Service.....	9	9	10	-----	-----	-----
Federal Metal and Nonmetallic Mine Safety Board of Review.....	-----	*	*	-----	-----	-----
National Labor Relations Board.....	38	41	44	-----	-----	-----
National Mediation Board.....	2	2	3	-----	-----	-----
Occupational Health Safety Review Commission.....	-----	*	*	-----	-----	-----
President's Committee on Consumer Interests.....	*	1	1	-----	-----	-----
President's Council on Youth Op- portunity.....	—*	1	*	-----	-----	-----
Temporary study commission.....	*	1	1	-----	-----	-----
Total 609.....	169	248	308	-----	-----	-----

See footnotes at end of table.

Table 15. BUDGET OUTLAYS BY FUNCTION AND AGENCY
(in millions of dollars)—Continued

Function and department or other unit	EXPENDITURES			NET LENDING		
	1970 actual	1971 estimate	1972 estimate	1970 actual	1971 estimate	1972 estimate
600 EDUCATION AND MAN-POWER—Continued						
Deductions for offsetting receipts:						
Proprietary receipts from the public..	-14	-12	-29	-----	-----	-----
Total education and manpower.....	7,048	8,109	8,752	240	191	56
650 HEALTH						
651 Development of health resources:						
Department of Health, Education, and Welfare.....	2,091	2,223	2,369	6	5	11
Department of Housing and Urban Development.....	*	*	—*	-----	-----	-----
Total 651.....	2,091	2,223	2,369	6	5	11
652 Providing or financing medical services:						
Department of Health, Education, and Welfare ^{1 3}	10,368	12,036	12,954	-----	-----	-----
Other independent agencies: Civil Service Commission (trust fund) ..	-25	1	-9	-----	-----	-----
Total 652.....	10,344	12,037	12,945	-----	-----	-----
653 Prevention and control of health problems:						
Department of Health, Education, and Welfare.....	473	526	533	-----	-----	-----
Environmental Protection Agency....	88	137	169	-----	-----	-----
Other independent agencies: Temporary study commissions.....	-----	*	*	-----	-----	-----
Total 653.....	561	664	703	-----	-----	-----
Deductions for offsetting receipts: ⁷						
Proprietary receipts from the public..	-6	-2	-18	-----	-----	-----
Total health.....	12,990	14,922	15,999	6	5	11
700 INCOME SECURITY						
701 Retirement and social insurance:						
The Judiciary (trust fund).....	1	1	1	-----	-----	-----
Department of Health, Education, and Welfare ^{1 3}	29,695	35,161	38,615	-----	-----	-----
Department of Labor ^{1 3}	3,369	5,888	5,058	-----	-----	-----
Department of State (trust fund) ..	17	20	22	-----	-----	-----
Other independent agencies:						
Civil Service Commission ^{1 3}	2,590	3,027	3,396	-----	-----	-----
Railroad Retirement Board ^{1 3}	1,603	1,907	1,940	-----	-----	-----
Temporary study commissions.....	-----	*	-----	-----	-----	-----
Total 701.....	37,275	46,003	49,030	-----	-----	-----

See footnotes at end of table.

Table 15. BUDGET OUTLAYS BY FUNCTION AND AGENCY
(in millions of dollars)—Continued

Function and department or other unit	EXPENDITURES			NET LENDING		
	1970 actual	1971 esti- mate	1972 esti- mate	1970 actual	1971 esti- mate	1972 esti- mate
700 INCOME SECURITY—Continued						
702 Public assistance:						
Department of Agriculture.....	960	2,159	2,546	-----	-----	-----
Department of Health, Education, and Welfare.....	4,223	5,697	7,238	3	3	5
Total 702.....	5,182	7,856	9,785	3	3	5
703 Social and individual services:						
The Judiciary (trust fund).....	1	1	2	-----	-----	-----
Funds appropriated to the President..	145	100	80	-----	-----	-----
Department of Health, Education, and Welfare.....	1,186	1,588	1,864	-----	-----	-----
Other independent agencies: National Credit Union Administration.....	—*	—5	—9	-----	-----	-----
Total 703.....	1,331	1,684	1,937	-----	-----	-----
Deductions for offsetting receipts: ⁸						
Proprietary receipts from the public..	—1	—1	—18	-----	-----	-----
Total income security.....	43,787	55,543	60,735	3	3	5
800 VETERANS BENEFITS AND SERVICES						
801 Income security for veterans:						
Veterans Administration ¹	5,916	6,440	6,853	105	111	120
802 Veterans education, training, and rehabilitation:						
Veterans Administration.....	1,015	1,715	1,981	*	-----	-----
803 Veterans housing:						
Department of Housing and Urban Development.....	—8	—13	—14	-----	-----	-----
Veterans Administration.....	—37	—11	30	99	—123	—350
Total 803.....	—45	—24	17	99	—123	—350
804 Hospital and medical care for veterans:						
Veterans Administration ¹	1,802	2,056	2,230	-----	-----	-----
809 Other veterans benefits and services:						
Department of Defense—Civil ¹	27	30	32	-----	-----	-----
Veterans Administration.....	231	255	265	-----	-----	-----
Other independent agencies: American Battle Monuments Commission ¹ ..	2	3	3	-----	-----	-----
Total 809.....	260	288	301	-----	-----	-----

See footnotes at end of table.

Table 15. BUDGET OUTLAYS BY FUNCTION AND AGENCY
(in millions of dollars)—Continued

Function and department or other unit	EXPENDITURES			NET LENDING		
	1970 actual	1971 esti- mate	1972 esti- mate	1970 actual	1971 esti- mate	1972 esti- mate
800 VETERANS BENEFITS AND SERVICES—Continued						
Deductions for offsetting receipts:						
Interfund and intragovernmental transactions.....	-3	-4	-4	-----	-----	-----
Proprietary receipts from the public.....	-473	-489	-504	-----	-----	-----
Total veterans benefits and services	8,473	9,981	10,874	204	-12	-230
850 INTEREST						
851 Interest on the public debt:						
Department of the Treasury.....	19,304	20,800	21,150	-----	-----	-----
852 Interest on refunds of receipts:						
Department of the Treasury.....	113	117	117	-----	-----	-----
853 Interest on uninvested funds:						
Department of the Treasury.....	6	7	6	-----	-----	-----
Deductions for offsetting receipts:						
Interfund and intragovernmental transactions.....	-783	-1,200	-1,272	-----	-----	-----
Proprietary receipts from public.....	-327	-291	-314	-----	-----	-----
Total interest.....	18,312	19,433	19,687	-----	-----	-----
900 GENERAL GOVERNMENT						
901 Legislative functions:						
Legislative branch.....	229	262	277	-----	-----	-----
902 Judicial functions:						
The Judiciary.....	132	148	172	-----	-----	-----
Other independent agencies: Indian Claims Commission.....	1	1	1	-----	-----	-----
Total 902.....	133	149	173	-----	-----	-----
903 Executive direction and management:						
Executive Office of the President....	33	46	52	-----	-----	-----
Funds appropriated to the President..	1	2	2	-----	-----	-----
Department of the Treasury.....	1	1	1	-----	-----	-----
Environmental Protection Agency....	*	*	*	-----	-----	-----
General Services Administration.....	*	*	*	-----	-----	-----
Other independent agencies: Temporary study commissions.....	1	1	-----	-----	-----	-----
Total 903.....	37	50	56	-----	-----	-----

See footnotes at end of table.

Table 15. BUDGET OUTLAYS BY FUNCTION AND AGENCY
(in millions of dollars)—Continued

Function and department or other unit	EXPENDITURES			NET LENDING		
	1970 actual	1971 estimate	1972 estimate	1970 actual	1971 estimate	1972 estimate
900 GENERAL GOVERNMENT—Con.						
904 Central fiscal operations:						
Legislative branch ¹	73	81	89	-----	-----	-----
Department of the Treasury ¹	1,194	1,331	1,477	-----	—*	—*
Other independent agencies:						
Renegotiation Board.....	4	4	4	-----	-----	-----
Temporary study commissions.....	*	*	-----	-----	-----	-----
Total 904.....	1,271	1,417	1,570	-----	—*	—*
905 General property and records management:						
General Services Administration ¹	575	621	694	20	20	—5
Other independent agencies:						
Central Intelligence Agency.....	-----	*	-----	-----	-----	-----
Temporary study commissions.....	*	2	3	-----	-----	-----
Total 905.....	575	623	697	20	20	—5
906 Central personnel management:						
Department of Labor ¹	82	85	90	-----	-----	-----
Other independent agencies:						
Civil Service Commission ³	84	118	164	-----	-----	-----
Total 906.....	166	202	255	-----	-----	-----
908 Law enforcement and Justice:						
Funds appropriated to the President.....	-----	1	-----	-----	-----	-----
Department of Justice ¹	632	1,061	1,402	-----	-----	-----
Department of the Treasury.....	29	48	69	-----	-----	-----
Other independent agencies:						
Administrative Conference of the United States.....	*	*	*	-----	-----	-----
Cabinet Committee on Opportunities for Spanish-Speaking People.....	*	1	1	-----	-----	-----
Civil Service Commission.....	1	-----	-----	-----	-----	-----
Commission on Civil Rights.....	3	3	4	-----	-----	-----
Subversive Activities Control Board.....	*	*	*	-----	-----	-----
Temporary study commissions.....	*	*	-----	-----	-----	-----
Total 908.....	666	1,116	1,477	-----	-----	-----
909 National capital region:						
Other independent agencies:						
Commission of Fine Arts.....	*	*	*	-----	-----	-----
District of Columbia.....	119	147	162	90	114	138
Intergovernmental agencies.....	16	100	112	-----	-----	-----
National Capital Planning Commission ¹	1	2	1	—*	*	-----
Temporary study commissions.....	-----	*	*	-----	-----	-----
Total 909.....	136	249	276	90	114	138

See footnotes at end of table.

Table 15. BUDGET OUTLAYS BY FUNCTION AND AGENCY
(in millions of dollars)—Continued

Function and department or other unit	EXPENDITURES			NET LENDING		
	1970 actual	1971 estimate	1972 estimate	1970 actual	1971 estimate	1972 estimate
900 GENERAL GOVERNMENT—Con.						
910 Other general government:						
Legislative branch.....	4	5	5	-----	-----	-----
Department of Defense—Civil.....	63	67	60	—*	—*	—*
Department of the Interior.....	65	81	105	2	5	4
Department of the Treasury ¹	138	269	327	-----	-----	-----
Environmental Protection Agency.....	-----	4	56	-----	-----	-----
Other independent agencies:						
Historical and memorial commissions ¹	*	1	3	-----	-----	-----
Intergovernmental agencies ¹	1	1	1	-----	-----	-----
Temporary study commissions.....	*	1	1	-----	-----	-----
Total 910.....	271	428	557	2	5	4
Deductions for offsetting receipts: ⁹						
Interfund and intragovernmental transactions.....	—103	—113	—115	-----	-----	-----
Proprietary receipts from the public..	—156	—141	—391	-----	-----	-----
Total general government.....	3,224	4,242	4,833	112	138	137
OTHER						
Allowances for:						
Added amount for revenue sharing.....	-----	-----	4,019	-----	-----	-----
Pay increases (excluding Department of Defense).....	-----	500	1,000	-----	-----	-----
Contingencies.....	-----	300	950	-----	-----	-----
Undistributed intragovernmental payments:						
Employer share, employee retirement.....	—2,444	—2,486	—2,461	-----	-----	-----
Interest received by trust funds.....	—3,936	—4,711	—5,310	-----	-----	-----
Total expenditures and net lending.....	194,456	211,143	228,286	2,131	1,611	946
MEMORANDUM						
Federal funds.....	154,250	163,179	176,049	2,051	1,485	808
Trust funds.....	48,985	59,073	63,854	80	126	138
Intragovernmental transactions.....	—8,778	—11,109	—11,617	-----	-----	-----

*Less than \$500 thousand.

¹ Includes both Federal and trust funds.

² Net of interfund and intragovernmental transactions, and proprietary receipts from the public.

³ Net of interfund and intragovernmental transactions.

⁴ Excludes offsetting receipts which have been distributed by subfunction above: 1970, \$978 million; 1971, \$1,193 million; 1972, \$1,133 million.

⁵ Excludes offsetting receipts which have been distributed by subfunction above: 1970, \$0; 1971, \$5 million; 1972, \$6 million.

⁶ Excludes offsetting receipts which have been distributed by function above: 1970, \$0; 1971, \$621 million; 1972, \$522 million.

⁷ Excludes offsetting receipts which have been distributed by subfunction above: 1970, \$1,556 million; 1971, \$2,119 million; 1972, \$1,928 million.

⁸ Excludes offsetting receipts which have been distributed by subfunction above: 1970, \$1,074 million; 1971, \$1,110 million; 1972, \$1,333 million.

⁹ Excludes offsetting receipts which have been distributed by subfunction above: 1970, \$0.2 million; 1971, \$0.6 million; 1972, \$0.7 million.

Table 16. BUDGET RECEIPTS, OUTLAYS, FINANCING, AND DEBT, 1962-1972 (in millions of dollars)

Description	Actual							Estimate			
	1962	1963	1964	1965	1966	1967	1968	1969	1970	1971	1972
Receipts, expenditures, and net lending:											
Expenditure account:											
Receipts	99,676	106,560	112,662	116,833	130,856	149,552	153,671	187,784	193,743	194,193	217,593
Expenditures (excludes net lending)	104,462	111,456	118,039	117,181	130,820	153,201	172,802	183,072	194,456	211,143	228,286
Expenditure account surplus or deficit (-)	-4,786	-4,896	-5,377	-347	36	-3,649	-19,131	4,712	-714	-16,951	-10,693
Loan account:											
Loan disbursements	9,621	9,646	10,237	10,911	14,628	17,676	20,327	13,117	8,313	8,807	9,440
Loan repayments	7,271	9,791	9,693	9,662	10,796	12,623	14,297	11,640	6,182	7,196	8,494
Net lending	2,351	-145	545	1,249	3,832	5,053	6,030	1,476	2,131	1,611	946
Total budget:											
Receipts	99,676	106,560	112,662	116,833	130,856	149,552	153,671	187,784	193,743	194,193	217,593
Outlays (expenditures and net lending)	106,813	111,311	118,584	118,430	134,652	158,254	178,833	184,548	196,588	212,755	229,232
Budget surplus or deficit (-)	-7,137	-4,751	-5,922	-1,596	-3,796	-8,702	-25,161	3,236	-2,845	-18,562	-11,639
Budget financing:											
Net borrowing from the public or repayment of borrowing (-)	9,769	6,088	3,092	4,061	3,076	2,838	23,100	-1,044	3,814	17,600	10,600
Other means of financing	-2,632	-1,337	2,830	-2,465	720	5,863	2,061	-2,192	-969	962	1,039
Total means of financing	7,137	4,751	5,922	1,596	3,796	8,702	25,161	1-3,236	12,845	18,562	11,639
Outstanding debt, end of year:											
Gross Federal debt	303,291	310,807	316,763	323,154	329,474	341,348	369,769	367,144	382,603	407,033	429,400
Held by the public	248,373	254,461	257,553	261,614	264,690	267,529	290,629	279,483	284,880	302,480	313,080

¹ Excludes changes due to reclassification and to conversion of mixed-ownership enterprises to private ownership. See footnotes to table 9 in the 1971 budget and table 10 in the 1972 budget.

Table 17. BUDGET RECEIPTS BY SOURCE, 1962-1972 (in millions of dollars)

Source	Actual										Estimate	
	1962	1963	1964	1965	1966	1967	1968	1969	1970	1971	1972	
Individual income taxes-----	45,571	47,588	48,697	48,792	55,446	61,526	68,726	87,249	90,412	88,300	93,700	
Corporation income taxes-----	20,523	21,579	23,493	25,461	30,073	33,971	28,665	36,678	32,829	30,100	36,700	
Social insurance taxes and contributions (trust funds):												
Employment taxes and contributions:												
Old-age and survivors insurance-----	11,267	13,117	15,242	15,567	17,556	22,197	22,265	25,484	29,396	30,618	35,523	
Disability insurance-----	1,004	1,058	1,124	1,156	1,530	2,204	2,651	3,469	4,063	4,162	4,264	
Hospital insurance-----	---	---	---	---	893	2,645	3,493	4,398	4,755	6,511	9,401	
Railroad retirement-----	564	572	595	636	683	776	814	885	919	1,006	1,037	
Total employment taxes and contributions-----	12,835	14,746	16,959	17,359	20,662	27,823	29,224	34,236	39,133	42,297	50,225	
Unemployment insurance-----	3,337	4,112	4,045	3,819	3,777	3,659	3,346	3,328	3,464	3,604	4,183	
Contributions for other insurance and retirement:												
Supplementary medical insurance-----	---	---	---	---	---	647	698	903	936	1,255	1,347	
Employees' retirement--employee contributions-----	863	932	993	1,065	1,111	1,201	1,334	1,426	1,735	1,785	1,770	
Other retirement contributions-----	12	13	15	16	18	19	20	24	29	31	34	
Total contributions for other insurance and re- tirement-----	875	946	1,008	1,081	1,129	1,867	2,052	2,353	2,701	3,072	3,151	
Total social insurance taxes and contributions-----	17,046	19,804	22,012	22,258	25,567	33,349	34,622	39,918	45,298	48,973	57,559	

See footnote at end of table.

Table 17. BUDGET RECEIPTS BY SOURCE, 1962-1972 (in millions of dollars)—Continued

Source	Actual										Estimate	
	1962	1963	1964	1965	1966	1967	1968	1969	1970	1971	1972	
Excise taxes:												
Federal funds:												
Alcohol.....	3,268	3,366	3,499	3,689	3,720	3,980	4,189	4,482	4,610	4,860	4,970	
Tobacco.....	2,022	2,075	2,048	2,142	2,066	2,077	2,121	2,136	2,093	2,200	2,135	
Other.....	4,295	4,474	4,664	5,081	3,358	3,221	3,390	3,967	3,649	3,590	4,010	
Total Federal excise taxes.....	9,585	9,915	10,211	10,911	9,145	9,278	9,700	10,585	10,352	10,650	11,115	
Trust funds:												
Highway.....	2,949	3,279	3,519	3,659	3,917	4,441	4,379	4,637	5,354	5,570	5,659	
Airport and airway.....	—	—	—	—	—	—	—	—	—	580	726	
Total trust excise taxes.....	2,949	3,279	3,519	3,659	3,917	4,441	4,379	4,637	5,354	6,150	6,385	
Total excise taxes.....	12,534	13,194	13,731	14,570	13,062	13,719	14,079	15,222	15,705	16,800	17,500	
Estate and gift taxes.....	2,016	2,167	2,394	2,716	3,066	2,978	3,051	3,491	3,644	3,730	5,300	
Customs duties.....	1,142	1,205	1,252	1,442	1,767	1,901	2,038	2,319	2,430	2,490	2,700	
Miscellaneous receipts:												
Deposit of earnings by Federal Reserve System.....	718	828	947	1,372	1,713	1,805	2,091	2,662	3,266	3,500	3,600	
Other miscellaneous receipts ¹	125	194	138	222	162	303	400	247	158	300	534	
Total miscellaneous receipts.....	843	1,023	1,084	1,594	1,875	2,108	2,491	2,908	3,424	3,800	4,134	
Total budget receipts.....	99,676	106,560	112,662	116,833	130,856	149,552	153,671	187,784	193,743	194,193	217,593	
MEMORANDUM												
Federal funds.....	79,703	83,550	87,205	90,943	101,427	111,835	114,726	143,321	143,158	139,137	153,720	
Trust funds.....	22,652	25,799	28,518	29,230	32,997	42,935	44,716	52,009	59,362	66,165	75,490	
Intragovernmental transactions.....	-2,680	-2,788	-3,061	-3,339	-3,568	-5,218	-5,771	-7,547	-8,778	-11,109	-11,617	

¹ Includes both Federal funds and trust funds.

Table 18. BUDGET OUTLAYS BY FUNCTION, 1962-1972 (in millions of dollars)

Function	Actual							Estimate			
	1962	1963	1964	1965	1966	1967	1968	1969	1970	1971	1972
050 National defense:											
051 Department of Defense—Military ¹											
Military personnel	12,138	11,985	12,986	13,387	15,162	17,956	19,859	21,374	23,031	21,698	20,105
Retired military personnel	894	1,015	1,209	1,384	1,591	1,830	2,095	2,444	2,849	3,394	3,744
Operation and maintenance	11,594	11,874	11,932	12,349	14,710	19,000	20,578	22,227	21,609	20,380	20,234
Procurement	14,532	16,632	15,351	11,839	14,339	19,012	23,283	23,988	21,584	18,448	17,936
Research and development	6,319	6,376	7,021	6,236	6,259	7,160	7,747	7,457	7,166	7,281	7,504
Military construction and other	1,602	513	1,236	928	2,279	2,636	3,975	525	1,059	1,407	2,019
Allowances ²	—163	—251	—159	—150	—160	—138	—164	—143	—148	945	3,580
Deductions for offsetting receipts										—183	—147
Subtotal, Department of Defense—Military	46,916	48,143	49,577	45,973	54,178	67,457	77,373	77,872	77,150	73,370	74,975
057 Military assistance ¹	1,337	1,406	1,209	1,125	1,003	858	654	789	731	1,130	1,025
058 Atomic energy ¹	2,806	2,758	2,764	2,625	2,403	2,264	2,466	2,450	2,453	2,275	2,318
059 Defense-related activities	92	24	172	136	—62	—17	139	260	79	—54	92
Deductions for offsetting receipts ³	—53	—74	—130	—281	—738	—481	—116	—138	—118	—278	—898
Total national defense	51,097	52,257	53,591	49,578	56,785	70,081	80,517	81,232	80,295	76,443	77,512
150 International affairs and finance:											
151 Conduct of foreign affairs ¹	248	346	296	347	315	336	354	371	398	421	453
152 Economic and financial assistance	2,325	1,968	1,756	2,041	2,329	3,057	3,053	2,420	2,231	2,190	2,636
153 Foreign information and exchange activities	197	201	207	223	227	245	253	237	235	240	243
154 Food for Peace	1,947	2,040	2,049	1,852	1,784	1,452	1,204	975	937	1,014	962
Deductions for offsetting receipts ³	—226	—441	—191	—123	—165	—542	—245	—217	—232	—279	—261
Total international affairs and finance	4,492	4,115	4,117	4,340	4,490	4,547	4,619	3,785	3,570	3,586	4,032

See footnotes at end of table.

Table 18. BUDGET OUTLAYS BY FUNCTION, 1962-1972 (in millions of dollars)—Continued

Function	Actual							Estimate			
	1962	1963	1964	1965	1966	1967	1968	1969	1970	1971	1972
250 Space research and technology:											
251 Manned space flight.....	565	1,516	2,768	3,538	4,210	3,649	3,096	2,781	2,209	1,887	1,662
252 Space science and application.....	420	576	754	751	778	796	700	569	656	631	727
253 Space technology.....	159	303	432	484	435	440	410	344	328	286	234
254 Aircraft technology.....	31	36	40	58	75	89	128	168	188	184	195
259 Supporting space activities.....	82	122	178	262	435	452	390	390	374	393	347
Deductions for offsetting receipts.....	—*	—*	—1	—2	—1	—2	—3	—6	—6	—13	—13
Total space research and technology.....	1,257	2,552	4,170	5,091	5,933	5,423	4,721	4,247	3,749	3,368	3,151
350 Agriculture and rural development:											
351 Farm income stabilization.....	3,143	4,060	4,134	3,667	2,536	3,167	4,542	5,000	4,589	4,075	4,227
352 Rural housing and public facilities.....	291	375	326	354	309	330	474	318	579	60	432
354 Agricultural land and water resources.....	368	324	325	342	347	353	351	343	344	353	334
355 Research and other agricultural services.....	363	415	441	485	531	570	618	645	730	816	855
Deductions for offsetting receipts.....	—42	—36	—42	—42	—44	—44	—42	—85	—41	—42	—43
Total agriculture and rural development.....	4,123	5,139	5,185	4,807	3,679	4,376	5,943	6,221	6,201	5,262	5,804
400 Natural resources:											
401 Water resources and power.....	1,578	1,718	1,798	1,867	2,061	2,158	2,251	2,256	2,245	3,025	3,864
402 Land management.....	382	422	459	509	556	618	639	643	754	864	830
403 Mineral resources.....	30	25	46	59	62	73	85	71	94	173	68
405 Recreational resources.....	151	180	202	215	241	285	331	372	370	536	615
409 Other natural resources programs.....	58	67	70	79	90	93	102	107	122	133	143
Deductions for offsetting receipts.....	—535	—929	—632	—701	—1,011	—1,408	—1,753	—1,368	—1,105	—2,094	—1,276
Total natural resources.....	1,665	1,483	1,944	2,028	1,999	1,821	1,655	2,081	2,480	2,636	4,243

500 Commerce and transportation:												
501 Air transportation ¹	781	808	835	875	879	945	951	1,042	1,223	1,620	1,835	
502 Water transportation.....	654	672	658	728	708	765	844	864	902	1,066	1,123	
503 Ground transportation.....	2,817	3,057	3,686	4,092	4,043	4,093	4,367	4,413	4,632	5,145	5,310	
505 Postal service.....	797	770	578	805	888	1,141	1,080	920	1,510	2,353	1,333	
506 Advancement of business.....	304	239	252	405	351	332	447	152	487	535	536	
507 Area and regional development.....	132	242	538	557	315	318	472	584	590	747	802	
508 Regulation of business.....	72	82	91	98	99	118	98	107	120	176	141	
Deductions for offsetting receipts ³	-126	-104	-128	-160	-112	-119	-165	-162	-154	-200	-142	
Total commerce and transportation.....	5,430	5,765	6,511	7,399	7,171	7,594	8,094	7,921	9,310	11,442	10,937	
550 Community development and housing:												
551 Concentrated community development.....	---	---	---	51	302	452	648	684	816	1,168	1,235	
552 Community environment.....	227	173	240	331	365	465	486	632	1,105	1,173	1,397	
553 Community facilities.....	27	36	51	46	38	74	106	146	181	229	416	
554 Community planning and administration.....	11	24	29	32	16	33	37	47	69	131	151	
555 Low and moderate income housing aids.....	170	198	37	81	391	478	948	871	1,280	1,633	1,948	
556 Maintenance of the housing mortgage market.....	169	-1,289	-511	-237	1,545	1,133	1,863	-406	-487	-423	-651	
Deductions for offsetting receipts.....	-16	-22	-31	-16	-13	-19	-12	-13	-*	-53	-*	
Total community development and housing.....	589	-880	-185	288	2,644	2,616	4,076	1,961	2,965	3,858	4,495	
600 Education and manpower:												
601 Elementary and secondary education.....	429	527	566	645	1,804	2,439	2,595	2,480	2,968	3,245	3,562	
602 Higher education.....	357	419	383	414	705	1,159	1,393	1,230	1,381	1,458	1,302	
603 Vocational education.....	40	41	41	132	136	250	265	262	289	423	501	
604 Manpower training and employment services.....	194	209	299	534	989	1,236	1,587	1,560	1,602	2,017	2,156	
605 Science education and basic research.....	183	206	310	309	368	415	449	490	464	502	546	
608 Other education aids.....	98	98	110	158	155	264	334	373	429	419	463	
609 Other manpower aids.....	110	7	49	100	112	100	132	142	169	248	308	
Deductions for offsetting receipts.....	-4	-5	-5	-9	-11	-11	-16	-13	-14	-12	-29	
Total education and manpower.....	1,406	1,502	1,751	2,284	4,258	5,853	6,739	6,525	7,289	8,300	8,808	

See footnotes at end of table.

Table 18. BUDGET OUTLAYS BY FUNCTION, 1962-1972 (in millions of dollars)—Continued

Function	Actual										Estimate	
	1962	1963	1964	1965	1966	1967	1968	1969	1970	1971	1972	1972
650 Health:												
651 Development of health resources.....	786	949	1,170	1,039	1,212	1,556	1,826	1,918	2,097	2,228	2,380	
652 Providing or financing medical services ¹	264	318	386	476	1,094	4,866	7,455	9,315	10,344	12,037	12,945	
653 Prevention and control of health problems.....	91	128	182	215	238	301	394	465	561	664	703	
Deductions for offsetting receipts ³	-3	-3	-1	-1	-1	-2	-3	-2	-6	-2	-18	
Total health.....	1,139	1,393	1,737	1,730	2,543	6,721	9,672	11,696	12,995	14,928	16,010	
700 Income security												
701 Retirement and social insurance ¹	19,800	21,478	22,234	22,530	25,563	27,351	29,566	32,540	37,275	46,003	49,030	
702 Public assistance.....	2,604	2,909	3,085	3,119	3,151	3,180	3,726	4,272	5,186	7,860	9,790	
703 Social and individual services.....	133	176	199	249	410	692	831	888	1,331	1,684	1,937	
Deductions for offsetting receipts ³	-7	-479	-409	-196	-109	-59	-16	-1	-1	-1	-18	
Total income security.....	22,530	24,084	25,110	25,702	29,016	31,164	34,108	37,699	43,790	55,546	60,739	
800 Veterans benefits and services:												
801 Income security for veterans.....	4,476	4,706	4,646	4,710	4,700	5,209	4,997	5,528	6,021	6,551	6,973	
802 Veterans education, training, and rehabilitation.....	159	101	77	58	54	305	478	701	1,015	1,715	1,981	
803 Veterans housing.....	236	-109	44	*	169	304	210	102	54	-147	-334	
804 Hospital and medical care for veterans.....	1,085	1,147	1,231	1,271	1,320	1,393	1,472	1,566	1,802	2,056	2,230	
809 Other veterans benefits and services.....	180	176	185	179	196	195	218	237	260	288	301	
Deductions for offsetting receipts.....	-511	-501	-502	-497	-518	-509	-492	-493	-477	-493	-508	
Total veterans benefits and services.....	5,625	5,520	5,681	5,722	5,920	6,897	6,882	7,640	8,677	9,969	10,644	
850 Interest:												
851 Interest on the public debt.....	9,120	9,895	10,666	11,346	12,014	13,391	14,573	16,588	19,304	20,800	21,150	
852 Interest on refunds of receipts.....	68	74	88	77	104	120	120	120	113	117	117	
853 Interest on uninvested funds.....	10	11	11	12	14	13	10	7	6	7	6	
Deductions for offsetting receipts.....	-877	-765	-955	-1,078	-846	-936	-959	-925	-1,110	-1,490	-1,586	
Total interest.....	8,321	9,215	9,810	10,357	11,285	12,588	13,744	15,791	18,312	19,433	19,687	

* Less than \$500 thousand.
 1 Entries net of offsetting receipts.
 2 For all-volunteer force and civilian and military pay increases for Department of Defense.
 3 Excludes offsetting receipts which have been distributed by subfunction above.

Table 19. FEDERAL TRANSACTIONS IN THE NATIONAL INCOME ACCOUNTS, 1961-1972 (in billions of dollars)

Description	Actual							Estimate				
	1961	1962	1963	1964	1965	1966	1967	1968	1969	1970	1971	1972
RECEIPTS, NATIONAL INCOME BASIS												
Personal taxes and nontaxes-----	43.6	47.3	49.6	50.7	51.3	57.6	64.5	71.0	89.5	93.7	90.6	99.0
Corporate profits tax accruals-----	20.3	22.9	23.5	25.7	27.7	31.0	31.2	34.0	38.9	36.8	35.8	43.5
Indirect business tax and nontax accruals-----	13.3	14.2	15.0	15.6	16.9	15.7	15.8	17.1	18.6	19.4	20.3	21.8
Contributions for social insurance-----	18.1	19.9	22.1	23.5	24.6	28.5	35.7	38.3	44.2	48.9	53.2	61.6
Total receipts, national income basis-----	95.3	104.2	110.2	115.5	120.5	132.8	147.2	160.4	191.3	198.7	200.0	225.9
EXPENDITURES, NATIONAL INCOME BASIS												
Purchases of goods and services-----	55.5	60.9	63.4	65.7	64.4	71.7	85.3	95.2	100.6	100.8	97.9	102.2
Defense-----	(46.7)	(50.5)	(50.4)	(50.9)	(48.9)	(54.4)	(67.7)	(75.8)	(78.6)	(78.7)	(74.1)	(74.0)
Nondefense-----	(8.9)	(10.4)	(13.0)	(14.7)	(15.5)	(17.3)	(17.6)	(19.4)	(22.0)	(22.1)	(23.8)	(28.2)
Transfer payments-----	25.6	27.2	28.5	29.5	30.5	34.2	39.4	44.5	50.5	56.5	69.2	75.0
Domestic ("to persons")-----	(23.6)	(25.1)	(26.4)	(27.3)	(28.3)	(31.8)	(37.2)	(42.4)	(48.3)	(54.5)	(67.0)	(72.5)
Foreign-----	(2.1)	(2.1)	(2.1)	(2.2)	(2.2)	(2.3)	(2.2)	(2.1)	(2.2)	(2.0)	(2.2)	(2.5)
Grants-in-aid to State and local governments-----	6.9	7.6	8.4	9.8	10.9	12.7	14.8	17.6	19.1	22.1	27.0	34.4
Net interest paid-----	6.8	6.8	7.5	8.1	8.5	9.0	9.9	10.9	12.3	14.0	14.6	14.3
Subsidies less current surplus of Government enterprises-----	3.2	3.8	3.6	3.8	4.1	4.5	5.1	4.1	4.1	4.6	6.2	4.2
Wage accruals less disbursements-----										-1		
Total expenditures, national income basis-----	98.0	106.4	111.4	116.9	118.5	131.9	154.5	172.3	186.7	197.9	215.0	230.1
Excess of receipts or expenditures (-), national income basis-----	-2.7	-2.1	-1.2	-1.4	+2.0	+9	-7.2	-11.9	+4.6	+8	-15.0	-4.2

Source.—Actual data for 1961-70 are based on the estimates prepared by the Department of Commerce. Data for 1971 and 1972 are based on estimates by the Office of Management and Budget in cooperation with the Department of Commerce.

Table 20. FEDERAL FINANCES AND THE GROSS NATIONAL PRODUCT, 1954-1971 (dollar amounts in billions)

Fiscal year	Gross national product	Budget receipts		Budget outlays (expenditures and net lending)		Federal debt, end of year	
		Total		Total		Total	
		Amount	Percent of GNP	Amount	Percent of GNP	Amount	Percent of GNP
1954	362.1	69.7	19.3	70.9	19.6	270.8	74.8
1955	378.6	65.5	17.3	68.5	18.1	274.4	72.5
1956	409.4	74.5	18.2	70.5	17.2	272.8	66.6
1957	431.3	80.0	18.5	76.7	17.8	272.4	63.1
1958	440.3	79.6	18.1	82.6	18.8	279.7	63.5
1959	469.1	79.2	16.9	92.1	19.6	287.8	61.3
1960	495.2	92.5	18.7	92.2	18.6	290.9	58.7
1961	506.5	94.4	18.6	97.8	19.3	292.9	57.8
1962	542.1	99.7	18.4	106.8	19.7	303.3	55.9
1963	573.4	106.6	18.6	111.3	19.4	310.8	54.2
1964	612.2	112.7	18.4	118.6	19.4	316.8	51.7
1965	654.2	116.8	17.9	118.4	18.1	323.2	49.4
1966	721.2	130.9	18.1	134.7	18.7	329.5	45.7
1967	769.8	149.6	19.4	158.3	20.6	341.3	44.3
1968	827.3	153.7	18.6	178.8	21.6	369.8	44.7
1969	897.7	187.8	20.9	184.5	20.6	367.1	40.9
1970	956.0	193.7	20.3	196.6	20.6	382.6	40.0
1971 estimate	1,012.0	194.2	19.2	212.8	21.0	407.0	40.2
						302.5	29.9

1 Not available.

Table 21. BUDGET RECEIPTS AND OUTLAYS, 1789-1972
(in millions of dollars)

Fiscal year	Receipts	Outlays	Surplus or deficit (-)	Fiscal year	Receipts	Outlays	Surplus or deficit (-)
ADMINISTRATIVE BUDGET				ADMINISTRATIVE BUDGET—Con.			
1789-1849.....	1,160	1,090	+70	1939.....	4,979	8,841	-3,862
1850-1900.....	14,462	15,453	-991	CONSOLIDATED CASH STATEMENT			
1901.....	588	525	+63	1940.....	6,879	9,589	-2,710
1902.....	562	485	+77	1941.....	9,202	13,980	-4,778
1903.....	562	517	+45	1942.....	15,104	34,500	-19,396
1904.....	541	584	-43	1943.....	25,097	78,909	-53,812
1905.....	544	567	-23	1944.....	47,818	93,956	-46,138
1906.....	595	570	+25	1945.....	50,162	95,184	-45,022
1907.....	666	579	+87	1946.....	43,537	61,738	-18,201
1908.....	602	659	-57	1947.....	43,531	36,931	+6,600
1909.....	604	694	-89	1948.....	45,357	36,493	+8,864
1910.....	676	694	-18	1949.....	41,576	40,570	+1,006
1911.....	702	691	+11	1950.....	40,940	43,147	-2,207
1912.....	693	690	+3	1951.....	53,390	45,797	+7,593
1913.....	714	715	—*	1952.....	68,011	67,962	+49
1914.....	725	726	—*	1953.....	71,495	76,769	-5,274
1915.....	683	746	-63	UNIFIED BUDGET			
1916.....	761	713	+48	1954.....	69,719	70,890	-1,170
1917.....	1,101	1,954	-853	1955.....	65,469	68,509	-3,041
1918.....	3,645	12,677	-9,032	1956.....	74,547	70,460	+4,087
1919.....	5,130	18,493	-13,363	1957.....	79,990	76,741	+3,249
1920.....	6,649	6,358	+291	1958.....	79,636	82,575	-2,939
1921.....	5,571	5,062	+509	1959.....	79,249	92,104	-12,855
1922.....	4,026	3,289	+736	1960.....	92,492	92,223	+269
1923.....	3,853	3,140	+713	1961.....	94,389	97,795	-3,406
1924.....	3,871	2,908	+963	1962.....	99,676	106,813	-7,137
1925.....	3,641	2,924	+717	1963.....	106,560	111,311	-4,751
1926.....	3,795	2,930	+865	1964.....	112,662	118,584	-5,922
1927.....	4,013	2,857	+1,155	1965.....	116,833	118,430	-1,596
1928.....	3,900	2,961	+939	1966.....	130,856	134,652	-3,796
1929.....	3,862	3,127	+734	1967.....	149,552	158,254	-8,702
1930.....	4,058	3,320	+738	1968.....	153,671	178,833	-25,161
1931.....	3,116	3,577	-462	1969.....	187,784	184,548	+3,236
1932.....	1,924	4,659	-2,735	1970.....	193,743	196,588	-2,845
1933.....	1,997	4,598	-2,602	1971 est.....	194,193	212,755	-18,562
1934.....	3,015	6,645	-3,630	1972 est.....	217,593	229,232	-11,639
1935.....	3,706	6,497	-2,791				
1936.....	3,997	8,422	-4,425				
1937.....	4,956	7,733	-2,777				
1938.....	5,588	6,765	-1,177				

Notes.—Certain interfund transactions are excluded from receipts and outlays starting in 1932. For years prior to 1932 the amounts of such transactions are not significant.

Refunds of receipts are excluded from receipts and outlays starting in 1913; comparable data are not available for prior years.

*Less than \$500 thousand.

DEPARTMENT OF AGRICULTURE

AGRICULTURAL RESEARCH SERVICE

Federal Funds

General and special funds:

SALARIES AND EXPENSES

For expenses necessary to perform agricultural research relating to production, utilization, marketing, nutrition and consumer use, to control and eradicate pests and plant and animal diseases, and to perform related inspection, quarantine and regulatory work: *Provided*, That appropriations hereunder shall be available for field employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$75,000 shall be available for employment under 5 U.S.C. 3109: *Provided further*, That appropriations hereunder shall be available for the operation and maintenance of aircraft and the purchase of not to exceed two for replacement only: *Provided further*, That appropriations hereunder shall be available pursuant to 7 U.S.C. 2250, for the construction, alteration, and repair of buildings and improvements, but unless otherwise provided, the cost of constructing any one building (except headhouses connecting greenhouses) shall not exceed \$25,000; \$40,000, except for six buildings to be constructed or improved at a cost not to exceed \$55,000; \$80,000 each, and the cost of altering any one building during the fiscal year shall not exceed \$7,500; \$15,000, or 7.5 per centum of the cost of the building, whichever is greater: *Provided further*, That the limitations on alterations contained in this Act shall not apply to a total of \$100,000 for facilities at Beltsville, Maryland: *Provided further*, That the limitations on construction contained in this Act shall not apply to a total of \$350,000 for construction of a post-mortem and incinerator facility for animal disease and parasite research:]

Research: For research and demonstrations on the production and utilization of agricultural products; agricultural marketing and distribution, not otherwise provided for; home economics or nutrition and consumer use of agricultural and associated products; and related research and services; and for acquisition of land by donation, exchange, or purchase at a nominal cost not to exceed \$100; \$151,633,000; \$153,037,000, and in addition not to exceed \$15,000,000 from funds available under section 32 of the Act of August 24, 1935, pursuant to Public Law 88-250 shall be transferred to and merged with this appropriation, except that \$200,000 of the foregoing amount shall be available for matching with funds utilized for research on cottonseed proteins under Public Law 89-502, and \$4,580,000 shall remain available until expended for plans, construction, and improvement of facilities without regard to limitations contained herein: *Provided*, That the limitations contained herein shall not apply to replacement of buildings needed to carry out the Act of April 24, 1948 (21 U.S.C. 113a): *Provided further*, That none of the funds appropriated in this Act shall be used to formulate a budget estimate for fiscal 1972 of more than \$15,000,000 for research to be financed by transfer from funds available under section 32 of the Act of August 24, 1935, and pursuant to Public Law 88-250: *Provided further*, That none of the funds appropriated in this Act shall be used to formulate a budget estimate for fiscal 1972 of less than the amount required to conduct the pesticides research program as authorized pursuant to Public Laws 88-573 and 89-316:]

Plant and animal disease and pest control: For operations and measures, not otherwise provided for, to control and eradicate pests and plant and animal diseases and for carrying out assigned inspection, quarantine, and regulatory activities, as authorized by law, including expenses pursuant to the Act of February 28, 1947, as amended (21 U.S.C. 114b-c), \$98,619,750; \$96,842,650, of which \$1,500,000 shall be apportioned for use pursuant to section 3679 of the Revised Statutes, as amended, for the control of outbreaks of insects, plant diseases and animal diseases to the extent necessary to meet emergency conditions: *Provided*, That no funds shall be used to formulate or administer a brucellosis eradication program for the current fiscal year that does not require minimum matching by any State of at least 40 per centum: *Provided further*, That, in addition, in emergencies which threaten the livestock or poultry industries of the country, the Secretary may transfer from other appropriations or funds available to the agencies or corporations of the Department such sums as he may deem necessary, to be available only in such emergencies for the arrest and eradication of foot-and-mouth disease, rinderpest, contagious pleuropneumonia, or other contagious or infectious diseases of animals, or European

fowl pest and similar diseases in poultry, and for expenses in accordance with the Act of February 28, 1947, as amended, and any unexpended balances of funds transferred under this head in the next preceding fiscal year shall be merged with such transferred amounts;

Special fund: To provide for additional labor, subprofessional and junior scientific help to be employed under contracts and cooperative agreements to strengthen the work at research installations in the field, not more than \$2,000,000 of the amount appropriated under this head for the previous fiscal year may be used by the Administrator of the Agricultural Research Service in departmental research programs in the current fiscal year, the amount so used to be transferred to and merged with the appropriation otherwise available under "Salaries and expenses, Research". (5 U.S.C. 5901; 7 U.S.C. 145, 147a-148a, 148c-150j, 151-164a, 165a-167, 281-283, 391, 394a-396, 401-404, 421-422a, 424-425, 427, 427i, 428a, 429-430, 433-434, 436-437, 450-450b, 450i, 612c, 1292, 1441 note, 1621-1628, 1651-1656, 1884, 1901, 1904-1905, 2131-2154, 2201-2202, 2208, 2220, 2225, 2228-2229, 2232-2233, 2239, 2250-2250a, 2258-2260, 2262-2263; 10 U.S.C. 2306; 15 U.S.C. 69e; 16 U.S.C. 581-581a, 581f, 590a-590b, 590f, 590k; 18 U.S.C. 1114; 19 U.S.C. 1306a, 1306c; 20 U.S.C. 191-194; 21 U.S.C. 94-94a, 101-105, 111-114c, 114d-2-114d-6, 114e-131, 134-134h, 151-158, 611-614, 618, 621, 622, 676; 42 U.S.C. 1476(b)-1476(e), 1483, 1891-1893; 45 U.S.C. 71-74; 46 U.S.C. 466a-466b; 49 U.S.C. 1474(a), 1509(d); 46 Stat. 67; 78 Stat. 939-940; Department of Agriculture and Related Agencies Appropriation Act, 1971.)

Program and Financing (in thousands of dollars)

Identification code 05-04-1400-0-1-355	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Research:			
(a) Farm research.....	100,037	114,482	113,518
(b) Utilization research and development.....	35,394	38,539	38,522
(c) Nutrition and consumer use research.....	4,148	4,844	4,769
(d) Marketing research.....	9,031	10,196	10,070
(e) Coordination of departmental and interdepartmental activities related to pests and their control.....	152	173	158
(f) Construction of facilities.....	8,809	8,010	2,719
(g) Contingencies.....	-----	1,000	1,000
Total, research.....	157,571	177,244	170,756
2. Plant and animal disease and pest control:			
(a) Plant disease and pest control.....	36,508	40,355	41,043
(b) Animal disease and pest control.....	52,209	54,646	54,300
(c) Pesticides regulation.....	4,143	2,572	-----
(d) Contingencies.....	-----	1,500	1,500
Total, plant and animal disease and pest control.....	92,860	99,073	96,843
Total, program costs funded ¹	250,431	276,317	267,599
Changes in selected resources ²	5,060	-1,047	373
10 Total obligations.....	255,491	275,270	267,972

¹ Includes capital outlay as follows: 1970, \$19,960 thousand; 1971, \$17,014 thousand; 1972, \$15,630 thousand.

² Selected resources as of June 30 are as follows:

	1969	1970 adjust-ments	1970	1971	1972
Stores.....	911	-----	831	831	831
Unpaid undelivered orders.....	25,573	-243	30,237	29,190	29,563
Advances.....	1,819	-----	2,052	2,052	2,052
Total selected resources.....	28,303	-243	33,120	32,073	32,446

Note.—Excludes \$3,353 thousand in 1971 and \$6,082 thousand in 1972 for activities transferred to Environmental Protection Agency in accordance with Reorganization Plan No. 3 of 1970, effective Dec. 2, 1970.

General and special funds—Continued

SALARIES AND EXPENSES—Continued

Program and Financing (in thousands of dollars)—Continued

Identification code 05-04-1400-0-1-355		1970 actual	1971 est.	1972 est.
Financing:				
21	Unobligated balance available, start of year	-7,306	-7,060	-4,677
24	Unobligated balance available, end of year	7,060	4,677	1,585
25	Unobligated balance lapsing	2,009	1,840	-----
	Budget authority	257,253	274,727	264,880
Budget authority:				
Current authority:				
40	Appropriation	236,112	250,253	249,880
41	Transferred to other accounts	-27	-3,368	-----
42	Transferred from other accounts	4,168	-----	-----
43	Appropriation (adjusted)	240,253	246,885	249,880
44.10	Proposed supplemental for wage-board increases	-----	1,310	-----
44.20	Proposed supplemental for civilian pay act increases	-----	9,532	-----
50	Reappropriation	2,000	2,000	-----
Permanent authority:				
62	Transferred from other accounts	15,000	15,000	15,000
63	Appropriation (adjusted)	15,000	15,000	15,000
Relation of obligations to outlays:				
71	Obligations incurred, net	255,491	275,270	267,972
72	Obligated balance, start of year	55,913	51,297	60,358
74	Obligated balance, end of year	-51,297	-60,358	-57,041
77	Adjustments in expired accounts	-243	-----	-----
90	Outlays, excluding pay increase supplemental	259,864	255,874	270,782
91.10	Outlays from wage-board supplemental	-----	1,278	32
91.20	Outlays from civilian pay act supplemental	-----	9,057	475

The Service conducts basic and applied research relating to the production, utilization, and marketing of agricultural products, research on nutrition and consumer use, and carries out those control and regulatory programs of the Department which involve enforcement of plant and animal quarantine, the control of diseases and pests of animals and plants and related work.

1. *Research.*—(a) *Farm research.*—Improved breeding, feeding, and management practices, including management of animal wastes, are developed for farm livestock, poultry, and domestic fur animals. Practical methods are sought for control of diseases, parasites, and insect pests affecting them and to protect them from chemical toxicity and other hazards.

Investigations are conducted to improve varieties of food, feed, fiber, and other plants, and to develop new crops; to improve crop-production practices, including methods to control plant diseases and nematodes, and reduce cost of production; and to develop safe chemical, biological, and other methods for control of harmful pests affecting farm production.

Investigations are conducted to improve the management of natural resources, including investigations to improve soil and water management (including salinity and saline soils), irrigation, and conservation practices; to study hydrologic problems of agricultural watersheds; to

determine the relation of soil types and water to plant, animal, and human nutrition; and to apply engineering principles to improve efficiency and reduce costs of agricultural production.

The research is aimed at the profitable production of an adequate supply of food, feed, fiber, and other agricultural products of desired quality at minimum costs. Increased attention has been given to studies on protection of plants, animals, and natural resources from harmful effects of soil, water, and air pollutants. Research also concerns the application of remote sensing techniques in meeting agricultural problems.

The net decrease requested for 1972 would provide for research to develop effective controls against emergency outbreaks of plant diseases; decreases to eliminate certain items of increase added by the Congress, and a decrease in public relations activities.

(b) *Utilization research and development.*—Chemical, physical, and biological research is conducted to develop increased industrial uses of farm products, and new and improved foods, feeds, and fabrics; and to develop improved methods for processing agricultural commodities.

The research aim is to expand the demand for farm products by developing new and improved products and economical processes tailored to the requirements of the domestic and foreign markets. The research conducted includes studies to protect food and feed products from harmful micro-organisms and naturally occurring toxins and studies of health-related problems of tobacco. Increased effort is being given to the processing of agricultural commodities to minimize waste formation and to utilize waste products to avoid pollution.

The decrease requested for 1972 would provide for a reduction in public relations activities and the elimination of certain items of increase added by the Congress in 1971.

(c) *Nutrition and consumer use research.*—Studies are made of human nutritional requirements, composition and nutritive value of foods, and consumer and food economics. The research aim is to determine nutrient requirements and how foods can supply these to best assure nutritional well-being of people throughout their lifespan; to provide up-to-date information about food consumption and nutrition of the population; and to develop improved procedures for household preparation, care, and preservation of foods which will preserve their nutritional, sanitary, and wholesome quality. The decrease requested for 1972 would provide for a reduction in public relations activities.

(d) *Marketing research.*—Practical answers to reduce costs and maintain product quality in moving products from farm to consumer are sought through research. For farm products as they pass through marketing channels, efforts are made to develop safe methods to protect against insect attack, find objective methods to determine quality, reduce losses from waste and spoilage, and improve efficiency in physical handling and transportation. The work includes research at each stage of marketing, such as assembly points and storage facilities, and of transportation at terminal or central markets, and at wholesale and retail markets. Research is also concerned with mycotoxins in agricultural products in relation to off-farm handling, conditioning, and storage. The decrease for 1972 would eliminate certain items of increase added by the Congress in 1971 and provide for a reduction in public relations activities.

(e) *Coordination of departmental and interdepartmental activities related to pests and their control.*—The 1972 estimates provide for the availability of \$158 thousand for the use of the Secretary to meet emergency situations relating to the safe use of pesticides. Part of this activity transferred to the Environmental Protection Agency in accordance with Reorganization Plan No. 3 of 1970, effective December 2, 1970. The project provided for coordination with the Department of Health, Education, and Welfare, Department of the Interior, and other agencies of the Federal Government in development of measures to protect the public health, producers, and resources.

(f) *Construction of facilities.*—The 1972 estimates provide for a decrease of \$4,580 thousand to eliminate non-recurring amounts provided for construction of facilities in 1971.

(g) *Contingencies.*—Beginning in 1962, \$1 million is available to meet urgent research needs that develop unexpectedly during the year, when such needs cannot be met by redirection of resources from other projects.

2. *Plant and animal disease and pest control.*—(a) *Plant disease and pest control.*—Programs are designed to keep out of this country by inspection at ports of entry those harmful insects, plant diseases, nematodes, and other pests that cause great damage to agriculture in other countries. Working with the States, programs are conducted to eradicate or prevent spread of crop pests that become established in this country. Assistance is given to the States to suppress incipient and emergency outbreaks of crop pests when and where they occur. The 1972 estimates propose increases to initiate a cooperative program with the States for managing the use of pesticides and for plant quarantine inspection; and decreases to eliminate four programs: European chafer, soybean cyst nematode, phony peach and peach mosaic, and sweetpotato weevil; and a reduction in public relations activities.

The level of activities for plant pest control is shown by the selected examples that follow:

Acres treated (thousands):	1970 actual	1971 estimate	1972 estimate
Boll weevil.....	771	1,250	1,000
Cereal leaf beetle.....	118	100	100
Grasshopper.....	318	500	750
Gypsy moth.....	156	175	150
Imported fire ant.....	14,508	13,000	15,000
Japanese beetle.....	32	25	30
Sterile moths released (millions): Mexican fruit fly.....	28.6	30	30
Sterile moths released (millions): Pink bollworm (adult moth).....	94.3	100	100

The level of activities for plant quarantine inspection at ports of entry is as follows:

Plant import inspection:	1970 actual	1971 estimate	1972 estimate
Airplanes (thousands).....	308.3	320	328
Vessels (thousands).....	55	56	56
Vehicles from Mexico (millions).....	36.9	40	43
Baggage, pieces, including mandado (millions).....	40.2	41.7	43
Mail, packages (millions).....	68.5	70	70
Interceptions (thousands):			
Unauthorized plant materials.....	643.6	655	663
Plant pests.....	43.2	44	45

(b) *Animal disease and pest control.*—Programs are conducted to keep communicable diseases of foreign origin from entering this country and to prevent the spread of disease through interstate shipments of livestock or distribution of impure or impotent veterinary biologics. Other programs are directed at the control and eradication of

livestock diseases. The animal welfare program is concerned with the humane care and handling of certain laboratory animals. The 1972 estimates propose an increase for veterinary biologics regulation, a reduction in the level of activity for the brucellosis eradication program, and a reduction in public relations activities.

The level of activities for the major control programs on animal diseases and pests is as follows:

Brucellosis:	1970 actual	1971 estimate	1972 estimate
Certified free States, plus Virgin Islands.....	20	27	30
Modified certified States, plus Puerto Rico.....	28	25	22
Herds tested (thousands):			
Blood tests.....	226.3	234	186
Milk ring tests.....	1,271.3	1,209	1,140
Reactors found (thousands).....	93.2	-----	-----
Hog cholera:			
Hog cholera-free States.....	15	30	40
Suspicious outbreaks reported.....	5,857	-----	-----
Outbreaks confirmed.....	1,231	-----	-----
Tuberculosis:			
Modified accredited States, plus Puerto Rico and Virgin Islands.....	49	48	49
Cattle tested (thousands).....	4,150	4,100	4,000
Reactors found (thousands).....	2.5	-----	-----
Scabies:			
Sheep inspected (millions).....	10	12.5	11.5
Infected sheep:			
Psoroptic.....	109	-----	-----
Choriopic.....	120	-----	-----
Cattle inspected (millions).....	29	45	45
Infected cattle:			
Psoroptic.....	7,700	-----	-----
Choriopic.....	33,594	-----	-----
Sarcopic.....	401	-----	-----
Screwworm:			
Sterile flies released (millions).....	6,885	6,700	6,700
Cases in United States outside of barrier.....	6	30	30
Cases in United States part of barrier.....	53	400	375
Cases in Mexico part of barrier.....	5,249	7,000	6,500
Salmonella: States with cooperative rendering plant programs, plus Puerto Rico.....	50	50	50
Ticks:			
Cattle inspected (millions).....	1.4	1.4	1.5
Outbreaks.....	52	-----	-----
Veterinary biologics:			
Serials produced.....	12,040	12,000	12,000
Serials potency tested.....	2,772	2,000	2,000
Unsatisfactory for potency.....	117	-----	-----
Serials sterility tested.....	4,080	2,000	2,000
Unsatisfactory for sterility.....	70	-----	-----
Public stockyards inspection:			
Animals inspected (millions).....	47	45	43
Diseased animals found (thousands).....	388	-----	-----

The level of activities for animal inspections and quarantine is as follows:

Animal import inspection:	1970 actual	1971 estimate	1972 estimate
All animals (thousands).....	1,321	1,100	1,150
Import animal byproducts, pounds (millions).....	855	900	950
Vessels inspected—sea stores and garbage (thousands).....	24.9	30	35

(c) *Pesticides regulation.*—This activity, concerned with administration of the Federal Insecticide, Fungicide, and Rodenticide Act, as amended, and related provisions of the Federal Food, Drug, and Cosmetic Act was transferred to the Environmental Protection Agency in accordance with Reorganization Plan No. 3 of 1970, effective December 2, 1970.

General and special funds—Continued

SALARIES AND EXPENSES—Continued

The level of activities for pesticides regulations is as follows:

	1970 actual	1971 estimate	1972 estimate
Enforcement:			
Samples collected.....	5,876	-----	-----
Violative products.....	2,065	-----	-----
Shipments seized.....	26	-----	-----
Recall actions—violative products.....	401	-----	-----
Product registration:			
New.....	1,029	-----	-----
Amended.....	4,298	-----	-----
Canceled.....	5,236	-----	-----
Total, end of period.....	40,807	-----	-----
Label reviews.....	19,044	-----	-----

(d) *Contingencies*—Of the total annual amounts provided under the subappropriation plant and animal disease and pest control, the appropriation language authorizes that \$1.5 million shall be apportioned for use pursuant to section 3679 of the Revised Statutes, as amended, for the control of outbreaks of insects, plant diseases, and animal diseases to the extent necessary to meet emergency conditions. Prior to a change in language in the 1970 appropriation act, which expanded this fund to include its use for animal insects and pests, this fund was merged under the activity plant disease and pest control.

Object Classification (in thousands of dollars)

Identification code 05-04-1400-0-1-355	1970 actual	1971 est.	1972 est.
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AGRICULTURAL RESEARCH SERVICE

Personnel compensation:			
11.1 Permanent positions.....	151,235	157,162	158,460
11.3 Positions other than permanent.....	10,788	11,522	11,991
11.5 Other personnel compensation.....	1,959	1,965	2,154
Total personnel compensation.....	163,982	170,649	172,605
12.1 Personnel benefits: Civilian employees.....	13,332	14,348	15,022
13.0 Benefits for former personnel.....	34	-----	-----
21.0 Travel and transportation of persons.....	5,106	5,556	5,519
22.0 Transportation of things.....	992	1,203	1,174
23.0 Rent, communications, and utilities.....	6,103	6,827	6,718
24.0 Printing and reproduction.....	1,370	1,436	1,352
25.0 Other services.....	28,619	33,222	30,182
26.0 Supplies and materials.....	16,450	19,694	18,782
31.0 Equipment.....	8,218	9,853	8,317
32.0 Lands and structures.....	3,398	2,326	1,768
41.0 Grants, subsidies, and contributions:			
Grants for research.....	1,056	908	908
Payments to Mexican-United States Commission for the Prevention of Foot-and-Mouth Disease.....	37	46	46
42.0 Insurance claims and indemnities.....	6	-----	-----
Indemnities:			
Tuberculosis.....	153	350	1,100
Brucellosis.....	1,245	990	800
Scrapie of sheep.....	55	45	45
Hog cholera.....	3,748	1,656	856
Claims—Federal Tort Claims Act.....	42	-----	-----
Subtotal.....	253,946	269,109	265,194
95.0 Quarters and subsistence charges.....	-91	-91	-91
Total obligations, Agricultural Research Service.....	253,855	269,018	265,103

ALLOTMENT AND ALLOCATION ACCOUNTS

11.1 Personnel compensation: Permanent positions.....	25	12	-----
12.1 Personnel benefits: Civilian employees.....	2	1	-----
21.0 Travel and transportation of persons.....	13	19	4
24.0 Printing and reproduction.....	5	19	6

25.0 Other services.....	359	339	238
26.0 Supplies and materials.....	11	-----	-----
32.0 Lands and structures.....	1,221	5,862	2,621
Total obligations, allotment and allocation accounts.....	1,636	6,252	2,869
99.0 Total obligations.....	255,491	275,270	267,972

Obligations are distributed as follows:

Agricultural Research Service.....	253,855	269,018	265,103
Office of Information.....	72	36	21
General Services Administration.....	1,563	6,216	2,848

Personnel Summary

AGRICULTURAL RESEARCH SERVICE

Total number of permanent positions.....	14,076	14,013	14,008
Full-time equivalent of other positions.....	1,834	1,895	1,967
Average number of employees.....	15,205	15,184	15,288
Average GS grade.....	8.8	8.8	8.8
Average GS salary.....	\$12,299	\$12,359	\$12,397
Average salary of ungraded positions.....	\$6,959	\$7,462	\$7,490

ALLOTMENT ACCOUNTS

Total number of permanent positions.....	2	-----	-----
Average number of employees.....	2	1	-----
Average GS grade.....	8.6	8.6	-----
Average GS salary.....	\$10,698	\$11,060	-----

SALARIES AND EXPENSES (SPECIAL FOREIGN CURRENCY PROGRAM)

For payments, in foreign currencies owed to or owned by the United States for market development research authorized by section 104(b)(1) and for agricultural and forestry research and other functions related thereto authorized by section 104(b)(3) of the Agricultural Trade Development and Assistance Act of 1954, as amended (7 U.S.C. 1704(b) (1), (3)), ~~["\$5,000,000"]~~ \$10,000,000, to remain available until expended: *Provided*, That this appropriation shall be available, in addition to other appropriations for these purposes, for payments in the foregoing currencies: *Provided further*, That funds appropriated herein shall be used for payments in such foreign currencies as the Department determines are needed and can be used most effectively to carry out the purposes of this paragraph: *Provided further*, That not to exceed \$25,000 of this appropriation shall be available for payments in foreign currencies for expenses of employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), as amended by 5 U.S.C. 3109. (*Department of Agriculture and Related Agencies Appropriation Act, 1971.*)

Program and Financing (in thousands of dollars)

Identification code 05-04-1404-0-1-355	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Market development research (sec. 104(b)(1)).....	991	1,700	2,000
2. Agricultural and forestry research (sec. 104(b)(3)).....	4,507	6,300	7,000
3. Translation and dissemination of scientific publications (sec. 104(b)(3)).....	30	231	187
Total program costs, funded ¹	5,528	8,231	9,187
Change in selected resources ²	-661	-2,255	1,165
10 Total obligations.....	4,867	5,976	10,352
Financing:			
21 Unobligated balance available, start of year.....	-1,194	-1,328	-352
24 Unobligated balance available, end of year.....	1,328	352	-----
40 Budget authority (appropriation).....	5,000	5,000	10,000

Relation of obligations to outlays:			
71 Obligations incurred, net.....	4,867	5,976	10,352
72 Obligated balance, start of year.....	18,720	17,631	16,357
74 Obligated balance, end of year.....	-17,631	-16,357	-18,206
90 Outlays.....	5,956	7,250	8,503

¹ Includes capital outlay as follows: 1970, \$0; 1971, \$5 thousand; 1972, \$5 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$17,786 thousand; 1970, \$17,125 thousand; 1971, \$14,870 thousand; 1972, \$16,035 thousand.

Foreign currencies which the Treasury Department determines to be excess to the normal requirements of the United States are used for expenses of carrying out programs of the Department of Agriculture as authorized by law and described under sections 104(b) (1) and (3) of the Agricultural Trade Development and Assistance Act of 1954, as amended. Research is carried on through agreements negotiated with research institutions and organizations in foreign countries. The research must be of importance to American agriculture. It serves to preserve and expand existing markets and develop new ones for agricultural commodities. It provides for research supplementary to domestic programs on problems of farm, forest, marketing, utilization, agricultural economics, and human nutrition, and makes possible the conduct of research on exotic insect pests and diseases of plants and animals which could not be done in the United States. Specialized projects provide for the translation and dissemination of foreign language scientific publications. The increase proposed in 1972 would be used to purchase foreign currencies in those countries determined to be excess to the normal requirements of the United States to expand overseas research of value to U.S. agriculture and forestry. Total estimated cost in U.S. dollars (charged to regular appropriations) for program direction and supervision of projects in 1972 is \$550 thousand.

Object Classification (in thousands of dollars)

Identification code 05-04-1404-0-1-355	1970 actual	1971 est.	1972 est.
AGRICULTURAL RESEARCH SERVICE			
Personnel compensation:			
11.1 Permanent positions.....	44	48	48
11.5 Other personnel compensation.....	4	5	5
Total personnel compensation.....	48	53	53
12.1 Personnel benefits: Civilian employees.....	16	14	14
21.0 Travel and transportation of persons.....	61	65	65
22.0 Transportation of things.....	16	30	30
23.0 Rent, communications, and utilities.....	31	40	40
24.0 Printing and reproduction.....	-----	1	1
25.0 Other services.....	160	150	150
26.0 Supplies and materials.....	2	7	7
31.0 Equipment.....	-----	5	5
41.0 Grants, subsidies, and contributions:			
Grants for research.....	4,532	5,307	9,837
Total obligations, Agricultural Research Service.....	4,866	5,672	10,202
ALLOCATION TO NATIONAL SCIENCE FOUNDATION			
25.0 Other services.....	1	304	150
99.0 Total obligations.....	4,867	5,976	10,352

Personnel Summary

Total number of permanent positions.....	16	16	16
Average number of all employees.....	16	16	16
Average salary of ungraded positions.....	\$2,729	\$3,006	\$3,006

ANIMAL QUARANTINE STATION

Program and Financing (in thousands of dollars)

Identification code 05-04-5222-0-2-355	1970 actual	1971 est.	1972 est.
Financing:			
21 Unobligated balance available, start of year.....	-94	-94	-94
24 Unobligated balance available, end of year.....	94	94	94
Budget authority (appropriation).....	-----	-----	-----
Relation of obligations to outlays:			
71 Obligations incurred, net.....	-----	-----	-----
90 Outlays.....	-----	-----	-----

Public Law 88-592, approved September 12, 1964, authorized the sale of the Animal Quarantine Station, at Clifton, N.J., to the city of Clifton, and application of the proceeds of sale to the planning and construction costs of a new station in the New York-New Jersey port and airport area. A sales contract between the Department and the city of Clifton was executed on December 16, 1966, at the appraised value of \$527 thousand. Of that amount, \$100 thousand was paid to the Department upon execution of the contract. A total of \$6 thousand has been spent by the Department on survey and related costs associated with obtaining a new site. An additional \$1.5 million was provided in 1970 under the appropriation, Salaries and expenses, for the remainder of the total cost of \$2,027 thousand for the new station. A new site is under consideration.

Intragovernmental funds:

WORKING CAPITAL FUND, AGRICULTURAL RESEARCH CENTER

Program and Financing (in thousands of dollars)

Identification code 05-04-4606-0-4-355	1970 actual	1971 est.	est. 1972
Program by activities:			
Operating costs, funded:			
Maintenance and operation of central facilities and services:			
Cost of materials sold or applied.....	765	1,373	1,373
Other expense.....	4,430	3,962	4,002
Total operating costs.....	5,195	5,335	5,375
Capital outlay funded: Purchase of equipment.....			
	79	50	50
Total program costs, funded.....	5,274	5,385	5,425
Change in selected resources ¹	-62	-----	-----
10 Total obligations.....	5,211	5,385	5,425
Financing:			
11 Receipts and reimbursements from:			
Federal funds:			
Sale of goods and services.....	-5,125	-5,367	-5,407
Other revenue.....	-18	-18	-18
Change in unfilled customers orders.....	109	-----	-----

¹ Selected resources as of June 30, are as follows:

	1969	1970	1971	1972
Stores.....	184	163	163	163
Unpaid undelivered orders.....	232	191	191	191
Total.....	416	354	354	354

Intragovernmental funds—Continued

WORKING CAPITAL FUND, AGRICULTURAL RESEARCH CENTER—Con.

Program and Financing (in thousands of dollars)—Continued

Identification code 05-04-4606-0-4-355	1970 actual	1971 est.	1972 est.
Financing—Continued			
21 Unobligated balance available, start of year	-646	-469	-469
24 Unobligated balance available, end of year	469	469	469
Budget authority			
Relation of obligations to outlays:			
71 Obligations incurred, net	177		
72 Unfilled customer orders in excess of obligations, start of year	-65	-180	-180
74 Unfilled customer orders in excess of obligations, end of year	180	180	180
90 Outlays	292		

This fund finances, on a reimbursable basis, central facilities and services furnished to agencies at the Agricultural Research Center (64 Stat. 658). The capital consists of \$300 thousand appropriated in 1951 and donated assets of \$354 thousand as of June 30, 1970. Earnings are retained to furnish adequate working capital.

Object Classification (in thousands of dollars)

Identification code 05-04-4606-0-4-355	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions	2,521	2,672	2,710
11.3 Positions other than permanent	254	260	260
11.5 Other personnel compensation	92	94	94
Total personnel compensation	2,867	3,026	3,064
12.1 Personnel benefits: Civilian employees	224	235	238
22.0 Transportation of things	2	2	2
23.0 Rent, communications, and utilities	744	745	745
25.0 Other services	255	254	254
26.0 Supplies and materials	1,006	1,008	1,007
31.0 Equipment	113	115	115
99.0 Total obligations	5,211	5,385	5,425

Personnel Summary

Total number of permanent positions	327	327	327
Full-time equivalent of other positions	48	48	48
Average number of all employees	356	356	356
Average GS grade	8.8	8.8	8.8
Average GS salary	\$12,299	\$12,376	\$12,413
Average salary of ungraded positions	\$6,959	\$7,457	\$7,485

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

Identification code 05-04-3914-0-4-355	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Research	3,645	2,589	2,426
2. Plant and animal disease and pest control	2,261	2,246	2,199
3. Construction of facilities	-31	24	
4. Miscellaneous services to other accounts	36	52	45
5. Coordination of departmental and interdepartmental activities related to pests and their control	8		

6. Agency for International Development
(Funds appropriated to the President)

	1,363	1,406	1,458
Total program costs, funded ¹	7,282	6,317	6,128
Change in selected resources ²	-33	-4	
10 Total obligations	7,249	6,313	6,128

Financing:

Receipts and reimbursements from:			
11 Federal funds	-4,973	-4,006	-3,885
13 Trust funds	-60	-70	-64
14 Non-Federal sources ³	-2,216	-2,237	-2,179

Budget authority

Relation of obligations to outlays:

71 Obligations incurred, net			
90 Outlays			

¹ Includes capital outlay as follows: 1970, \$133 thousand; 1971, \$297 thousand; 1972, \$215 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$7 thousand (1970 adjustments, \$30 thousand); 1970, \$4 thousand; 1971, \$0; 1972, \$0.

³ Reimbursements from non-Federal sources above are from proceeds of sales of charts (7 U.S.C. 1387) and personal property (40 U.S.C. 481(c)); from payments by non-Federal agencies for overtime work and travel performed in connection with inspection and quarantine services (7 U.S.C. 394a, 396, 2260); from cooperating State, county, municipal and private organizations for soil and water conservation work (16 U.S.C. 590A); and from refunds of terminal leave payments (5 U.S.C. 5551(a), 6306(a)(b)).

Object Classification (in thousands of dollars)

Identification code 05-04-3914-0-4-355	1970 actual	1971 est.	1972 est.
AGRICULTURAL RESEARCH SERVICE			
Personnel compensation:			
11.1 Permanent positions	2,330	2,406	2,386
11.3 Positions other than permanent	197	205	197
11.5 Other personnel compensation	1,487	1,619	1,690
Total personnel compensation	4,014	4,230	4,273
12.1 Personnel benefits: Civilian employees	195	219	225
21.0 Travel and transportation of persons	224	219	197
22.0 Transportation of things	74	92	71
23.0 Rent, communications, and utilities	101	75	70
24.0 Printing and reproduction	26	11	9
25.0 Other services	1,650	490	465
26.0 Supplies and materials	790	717	607
31.0 Equipment	172	220	191
32.0 Lands and structures	38	22	22
Subtotal	7,284	6,295	6,130
95.0 Quarters and subsistence charges	-1	-2	-2
Total obligations, Agricultural Research Service	7,283	6,293	6,128

ALLOCATION TO GENERAL
SERVICES ADMINISTRATION

25.0 Other services	27		
32.0 Lands and structures	-61	20	
Total obligations, General Services Administration	-34	20	
99.0 Total obligations	7,249	6,313	6,128

Personnel Summary

Total number of permanent positions	175	189	182
Full-time equivalent of other positions	33	26	25
Average number of all employees	209	209	200
Average GS grade	8.8	8.8	8.8
Average GS salary	\$12,299	\$12,376	\$12,413
Average salary of ungraded positions	\$6,959	\$7,457	\$7,485

Trust Funds

MISCELLANEOUS TRUST FUNDS

Program and Financing (in thousands of dollars)

Identification code 05-04-9999-0-7-355	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Expenses and refunds, inspection, certification, and quarantine of animal products.....	23	21	21
2. Expenses, feed, and attendants for animals in quarantine.....	181	182	212
3. Miscellaneous contributed funds.....	970	1,842	1,648
4. Prior year advances returned.....	12	12	-----
Total program costs, funded ¹	1,186	2,057	1,881
Change in selected resources ²	5	110	-20
10 Total obligations.....	1,191	2,167	1,861
Financing:			
21 Unobligated balance available, start of year.....	-475	-428	-102
24 Unobligated balance available, end of year.....	428	102	93
60 Budget authority (appropriation) (permanent).....	1,144	1,841	1,852
Distribution of budget authority by account:			
Expenses and refunds, inspection, certification, and quarantine of animal products.....	24	20	20
Expenses, feed, and attendants for animals in quarantine.....	172	208	230
Miscellaneous contributed funds.....	948	1,613	1,602
Relation of obligations to outlays:			
71 Obligations incurred, net.....	1,191	2,167	1,861
72 Obligated balance, start of year.....	146	184	320
74 Obligated balance, end of year.....	-184	-320	-294
90 Outlays.....	1,152	2,031	1,887
Distribution of outlays by account:			
Expenses and refunds, inspection, certification, and quarantine of animal products.....	22	21	20
Expenses, feed, and attendants for animals in quarantine.....	174	191	213
Miscellaneous contributed funds.....	956	1,819	1,654

¹ Includes capital outlay as follows: 1970, \$4 thousand; 1971, \$62 thousand; 1972, \$37 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$104 thousand; 1970, \$109 thousand; 1971, \$219 thousand; 1972, \$199 thousand.

Note.—Excludes \$39 thousand in 1971 and \$20 thousand in 1972 for activities transferred to Environmental Protection Agency in accordance with Reorganization Plan No. 3 of 1970, effective Dec. 2, 1970.

The following services are financed by fees and miscellaneous contributions advanced by importers, manufacturers, States, organizations, individuals, and others.

1. *Expenses and refunds, inspection, certification, and quarantine of animal products* and byproducts not intended for human food, and for other purposes, moving in interstate and foreign commerce primarily to prevent introduction and spread of animal diseases (7 U.S.C. 1622 h and n) (21 U.S.C. 111). Fees are paid in advance for services to be rendered.

2. *Expenses, feed, and attendants for animals in quarantine* are paid from fees advanced by importers (21 U.S.C. 102).

3. *Miscellaneous contributed funds* received from States, local organizations, individuals, and others are available for work under cooperative agreements on miscellaneous farm, utilization, and marketing research activities, plant and animal quarantine inspection, and cooperative plant and animal disease and pest control activities (7 U.S.C. 450d, 2220).

Object Classification (in thousands of dollars)

Identification code 05-04-9999-0-7-355	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions.....	298	339	295
11.3 Positions other than permanent.....	32	33	33
11.5 Other personnel compensation.....	27	33	29
Total personnel compensation.....	357	405	357
12.1 Personnel benefits: Civilian employees.....	31	38	36
21.0 Travel and transportation of persons.....	85	104	80
22.0 Transportation of things.....	12	23	15
23.0 Rent, communications, and utilities.....	16	25	27
24.0 Printing and reproduction.....	13	4	2
25.0 Other services.....	150	930	849
26.0 Supplies and materials.....	482	580	476
31.0 Equipment.....	34	47	20
44.0 Refunds.....	12	12	-----
Subtotal.....	1,192	2,168	1,862
95.0 Quarters and subsistence charges.....	-1	-1	-1
99.0 Total obligations.....	1,191	2,167	1,861

Personnel Summary

Total number of permanent positions.....	32	36	33
Full-time equivalent of other positions.....	5	5	5
Average number of all employees.....	33	38	35
Average GS grade.....	8.8	8.8	8.8
Average GS salary.....	\$12,299	\$12,376	\$12,413
Average salary of ungraded positions.....	\$6,959	\$7,457	\$7,485

COOPERATIVE STATE RESEARCH SERVICE

Federal Funds

General and special funds:

PAYMENTS AND EXPENSES

For payments to agricultural experiment stations, for grants for cooperative forestry and other research, for facilities, and for other expenses, including [\$61,390,000] \$64,930,000 to carry into effect the provisions of the Hatch Act, approved March 2, 1887, as amended by the Act approved August 11, 1955 (7 U.S.C. 361a-361i), including administration by the United States Department of Agriculture; [\$4,412,000] \$4,672,000 for grants for cooperative forestry research under the Act approved October 10, 1962 (16 U.S.C. 582a-582a-7), [\$2,000,000] \$4,000,000, in addition to funds otherwise available for contracts and grants for scientific research under the Act of August 4, 1965 (7 U.S.C. 450i), of which \$1,000,000 shall be for the special cotton research program and \$400,000 for soybean research; [\$160,000] \$209,000 for penalty mail costs of agricultural experiment stations under section 6 of the Hatch Act of 1887, as amended; and \$514,000 for necessary expenses of the Cooperative State Research Service, including administration of payments to State agricultural experiment stations, funds for employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$50,000 for employment under 5 U.S.C. 3109; in all, [\$68,476,000] \$74,325,000. (7 U.S.C. 450b, 2201-2202, 2220, 2250a; 39 U.S.C. 4156; 42 U.S.C. 1891-1893; Department of Agriculture and Related Agencies Appropriation Act, 1971.)

Program and Financing (in thousands of dollars)

Identification code 05-08-1500-0-1-355	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Payments to agricultural experiment stations under the Hatch Act.....	53,500	59,777	53,206
2. Grants for cooperative forestry research.....	3,419	4,580	4,641
3. Contracts and grants for scientific research.....	1,544	1,500	2,404
4. Grants for facilities.....	1,350	1,354	600
5. Penalty mail.....	160	160	209

General and special funds—Continued

PAYMENTS AND EXPENSES—Continued

Program and Financing (in thousands of dollars)—Continued

Identification code 05-08-1500-0-1-355	1970 actual	1971 est.	1972 est.
6. Federal administration.....	1,920	2,132	2,238
Total program costs, funded ¹	61,893	69,503	73,298
Change in selected resources ²	690	-1,027	1,027
10 Total obligations.....	62,584	68,476	74,325
Financing:			
25 Unobligated balance lapsing.....	56	-----	-----
40 Budget authority (appropriation).....	62,640	68,476	74,325
Relation of obligations to outlays:			
71 Obligations incurred, net.....	62,584	68,476	74,325
72 Obligated balance, start of year.....	7,157	7,807	6,783
74 Obligated balance, end of year.....	-7,807	-6,783	-7,808
77 Adjustments in expired accounts.....	-66	-----	-----
90 Outlays.....	61,867	69,500	73,300

¹ Includes capital outlay as follows: 1970, \$7 thousand; 1971, \$15 thousand; 1972, \$10 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$7,006 thousand (1970 adjustments, -\$66 thousand); 1970, \$7,631 thousand; 1971, \$6,604 thousand; 1972, \$7,631 thousand.

The Service administers funds for payments and grants to State agricultural experiment stations and other eligible institutions for the support of research in agriculture, the rural home, the rural community, and forestry. This administration involves supervision of the funds, and close advisory relations with the State agricultural experiment stations, schools of forestry, and other institutions eligible to receive funds. The Service participates in planning and coordination of research programs among the States and between the States and the Department.

1. *Payments to agricultural experiment stations under the Hatch Act.*—Grants under the Hatch Act are allocated to agricultural experiment stations of the land-grant colleges in the 50 States and Puerto Rico for agricultural research including investigations and experiments to promote a permanent and efficient agricultural industry and improvements in the rural home and rural community.

2. *Grants for cooperative forestry research.*—These grants are allocated to land-grant colleges or agricultural experiment stations in the 50 States and Puerto Rico and other State-supported colleges and universities offering graduate training in the sciences basic to forestry and having a forestry school. The act requires that the Federal funds paid to each institution be matched by funds from non-Federal sources for forestry research.

3. *Contracts and grants for scientific research.*—These funds are for the support of grants on specific research problems at nonprofit institutions of higher education or nonprofit organizations whose primary purpose is the conduct of research. To meet the requirements for selection, each proposal must be evaluated and classified as outstanding and appropriate to the needs of the designated problem areas. A major portion of the funds will be allocated to colleges established under the second Morrill Act of 1890.

5. *Penalty mail.*—Funds to cover the cost of penalty mailings for State agricultural experiment station directors are provided under this appropriation.

6. *Federal administration.*—A coordinating and review staff is maintained to examine research projects and assist State institutions and Federal agencies.

The planned distribution of the funds requested for 1972 compared with 1971 is as follows (in thousands of dollars):

Payments to agricultural experiment stations under the Hatch Act:		1971	1972
Statutory formula.....	-----	47,038	49,587
Regional research fund.....	-----	12,734	13,619
Total research program.....	-----	59,772	63,206
Set-aside for Federal administration (3% of increase).....	-----	1,618	1,724
Total, Hatch Act.....	-----	61,390	64,930
Grants for cooperative forestry research.....	-----	4,412	4,672
Contracts and grants for scientific research.....	-----	2,000	4,000
Penalty mail.....	-----	160	209
Federal administration (direct appropriation).....	-----	514	514
Total.....	-----	68,476	74,325

Object Classification (in thousands of dollars)

Identification code 05-08-1500-0-1-355	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions.....	1,446	1,496	1,528
11.3 Positions other than permanent.....	36	36	40
Total personnel compensation.....	1,482	1,532	1,568
12.1 Personnel benefits: Civilian employees.....	110	120	125
21.0 Travel and transportation of persons.....	131	160	170
22.0 Transportation of things.....	5	5	-----
23.0 Rent, communications, and utilities.....	178	190	234
24.0 Printing and reproduction.....	34	45	45
25.0 Other services.....	138	206	279
26.0 Supplies and materials.....	8	14	16
31.0 Equipment.....	7	20	10
41.0 Grants, subsidies, and contributions.....	60,491	66,184	71,878
99.0 Total obligations.....	62,584	68,476	74,325

Personnel Summary

Total number of permanent positions.....	109	112	116
Full-time equivalent of other positions.....	3	4	4
Average number of all employees.....	91	94	95
Average GS grade.....	10.1	9.8	9.9
Average GS salary.....	\$15,722	\$15,417	\$15,736

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

Identification code 05-08-3975-0-4-355	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Miscellaneous services to other accounts.....	41	5	5
2. Agency for International Development (Funds appropriated to the President).....	84	48	1
10 Total program costs, funded—obligations.....	125	53	6
Financing:			
Receipts and reimbursements from:			
11 Federal funds.....	-119	-53	-6

14	Non-Federal sources ¹	-6	-----	-----
	Budget authority	-----	-----	-----
	Relation of obligations to outlays:			
71	Obligations incurred, net.....	-----	-----	-----
90	Outlays.....	-----	-----	-----

¹ Reimbursements are from the United Nations development program for reimbursable detail (7 U.S.C. 450b and 2220).

Object Classification (in thousands of dollars)

Identification code 05-08-3975-0-4-355	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions.....	73	38	5
11.5 Other personnel compensation.....	9	-----	-----
Total personnel compensation.....	82	38	5
12.1 Personnel benefits: Civilian employees.....	4	3	-----
21.0 Travel and transportation of persons.....	-----	2	-----
25.0 Other services.....	39	10	1
99.0 Total obligations.....	125	53	6

Personnel Summary

Total number of permanent positions.....	5	1	0
Average number of all employees.....	3	1	0
Average GS grade.....	10.1	9.8	9.9
Average GS salary.....	\$15,722	\$15,417	\$15,736

Trust Funds

MISCELLANEOUS CONTRIBUTED FUNDS

Program and Financing (in thousands of dollars)

Identification code 05-08-8200-0-7-355	1970 actual	1971 est.	1972 est.
Program by activities:			
10 Miscellaneous contributed funds (costs--obligations) (object class 24.0).....	3	3	3
Financing:			
21 Unobligated balance available, start of year.....	-2	-2	-2
24 Unobligated balance available, end of year.....	1	2	2
60 Budget authority (appropriation) ...	2	3	3
Relation of obligations to outlays:			
71 Obligations incurred, net.....	3	3	3
72 Obligated balance, start of year.....	2	2	2
74 Obligated balance, end of year.....	-2	-2	-2
90 Outlays.....	3	3	3

Miscellaneous funds received from States, local organizations, and others are available for work under cooperative agreements (7 U.S.C. 450b).

EXTENSION SERVICE

Federal Funds

General and special funds:

COOPERATIVE EXTENSION WORK, PAYMENTS AND EXPENSES

Payments to States and Puerto Rico: For payments for cooperative agricultural extension work under the Smith-Lever Act, as amended by the Act of June 26, 1953, the Act of August 11, 1955, and the Act of October 5, 1962 (7 U.S.C. 341-349), to be distributed under sections 3(b) and 3(c) of the Act, [\$89,321,000] and for

retirement and employees' compensation costs for extension agents, \$107,758,000; payments for the nutrition education program for low-income areas under section 3(d) of the Act, \$48,560,000; payments for extension work by the colleges receiving the benefits of the second Morrill Act (7 U.S.C. 321-326, 328) under section 3(d) of the act, \$2,000,000; Payments for rural development work under section 3(d) of the Act \$2,850,000; payments and contracts for such work under section 204(b)-205 of the Agricultural Marketing Act of 1946 (7 U.S.C. 1623-1624), \$1,450,000; and payments for extension work under section 109 of the District of Columbia Public Education Act, as amended by the Act of June 20, 1968 (7 U.S.C. 329), [\$700,000] \$800,000; in all, [\$140,031,000] \$163,418,000: Provided, That funds hereby appropriated pursuant to section 3(c) of the Act of June 26, 1953, shall not be paid to any State or Puerto Rico prior to availability of an equal sum from non-Federal sources for expenditure during the current fiscal year.

Retirement and employees' compensation costs for extension agents: For cost of employer's share of Federal retirement and for reimbursement for benefits paid from the Employees' Compensation Fund for cooperative extension employees, \$12,932,600.]

Penalty mail: For costs of penalty mail for cooperative extension agents and State extension directors, \$3,617,000.

Federal Extension Service: Federal administration and coordination: For administration of the Smith-Lever Act, as amended by the Act of June 26, 1953, the Act of August 11, 1955, and the Act of October 5, 1962 (7 U.S.C. 341-349), and extension aspects of the Agricultural Marketing Act of 1946 (7 U.S.C. 1621-1627), and of the District of Columbia Public Education Act, as amended by the Act of June 20, 1968 (7 U.S.C. 329), and to coordinate and provide program leadership for the extension work of the Department and the several States and insular possessions, [\$4,188,000] \$4,369,000. (5 U.S.C. 8147; 39 U.S.C. 4156; Department of Agriculture and Related Agencies Appropriation Act, 1971.)

Program and Financing (in thousands of dollars)

Identification code 05-12-0502-0-1-355	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Payments to States and Puerto Rico:			
(a) Payments for cooperative agricultural extension work under Smith-Lever Act and retirement and employees' compensation costs for extension agents.....	121,495	149,674	159,827
(b) Payments and contracts under the Agricultural Marketing Act.....	1,477	1,487	1,471
(c) Payments for cooperative extension work under the District of Columbia Public Education Act.....	360	672	768
2. Penalty mail.....	3,400	3,617	3,617
3. Federal administration and coordination.....	4,522	5,848	5,756
Total program costs, funded ¹ ...	131,254	161,298	171,439
Change in selected resources ²	326	-348	-35
10 Total obligations.....	131,580	160,950	171,404
Financing:			
25 Unobligated balance lapsing.....	154	-----	-----
Budget authority.....	131,734	160,950	171,404
Budget authority:			
40 Appropriation.....	131,734	160,769	171,404
41 Transferred to other accounts.....	-----	-17	-----
43 Appropriation (adjusted).....	131,734	160,752	171,404
44.20 Proposed supplemental for civilian pay act increases.....	-----	198	-----

¹ Includes capital outlay as follows: 1970, \$25 thousand; 1971, \$31 thousand; 1972, \$31 thousand.

² Selected resources as of June 30 are as follows:

	1969	1970 adjust- ments	1970	1971	1972
Unpaid undelivered orders.....	344	-55	643	286	256
Advances.....	43	---	15	24	19
Total selected resources.....	387	-55	658	310	275

General and special funds—Continued

COOPERATIVE EXTENSION WORK, PAYMENTS AND EXPENSES—Con.

Program and Financing (in thousands of dollars)—Continued

Identification code 05-12-0502-0-1-355	1970 actual	1971 est.	1972 est.
Relation of obligations to outlays:			
71 Obligations incurred, net.....	131,580	160,950	171,404
72 Obligated balance, start of year.....	4,597	11,631	12,531
74 Obligated balance, end of year.....	-11,631	-12,531	-13,135
77 Adjustments in expired accounts.....	-54		
90 Outlays, excluding pay increase supplemental.....	124,492	159,854	170,798
91.20 Outlays from civilian pay act supplemental.....		196	2

The primary function of the nationwide system of cooperative extension work is out-of-school applied education in agriculture, home economics, community development, 4-H youth programs, and related subjects. This educational work takes research results, technological advancements, and program facts of the Department of Agriculture, State agricultural colleges and experiment stations, and incorporates them into a program for action. Cooperative Extension Service interprets, disseminates, and encourages practical use of knowledge. It transmits information from researchers to people.

1. *Payments to States and Puerto Rico.*—Funds appropriated under the Smith-Lever Act for payments to States and Puerto Rico are distributed primarily on the basis of farm and rural population and to a degree on the basis of special problems and needs. Funds appropriated under the Agricultural Marketing Act are distributed to States and Puerto Rico on a matching basis under approved projects and on the basis of contracts. Funds are used primarily for the employment of State and county extension workers who work with rural families, marketing concerns, and others by providing advice and assistance in the application of improved methods for production, marketing, and family living. Work with youth is accomplished largely through 4-H clubs. Funds also provide for Federal payment to the Bureau of Employees' Compensation Fund. Extension agents are paid from Federal, State, and county sources. The mandatory retirement contribution for these agents is authorized by Public Law 854, approved July 31, 1956. The employer's contribution to the retirement fund, is provided by this Federal appropriation. The increase of \$10,249 thousand in this item will be used (1) to provide for increased costs of program operations; (2) for payments for rural development; (3) for payments for extension work by colleges receiving the benefits of the second Morrill Act under section 3(d) of the act; (4) to strengthen extension services in the District of Columbia; (5) to provide retirement costs related to increased operating costs and to rural development increase; and (6) for payment to Bureau of Employees' Compensation.

2. *Penalty mail.*—Funds for the cost of penalty mailings for State extension directors and cooperative extension agents are provided under this appropriation.

3. *Federal administration and coordination.*—The Extension Service provides leadership, and assistance to States and Puerto Rico in developing extension programs, improving teaching methods, efficient use of available resources, evaluation of programs, and administrative services. Extension Service also coordinates the educational activities of U.S. Department of Agriculture agencies. The

increase of \$205 thousand will be used (1) \$4 thousand in support of extension work in the District of Columbia; and (2) \$201 thousand for cooperative agreements with State extension services for pilot programs for low-income families and rural development.

Object Classification (in thousands of dollars)

Identification code 05-12-0502-0-1-355	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions.....	2,762	3,280	3,412
11.3 Positions other than permanent.....	74	81	38
11.5 Other personnel compensation.....	10	10	10
11.8 Special personal service payments.....	43	49	49
Total personnel compensation.....	2,889	3,420	3,509
12.1 Personnel benefits: Civilian employees.....	220	284	291
Retirement and compensation costs for extension agents.....	10,545	12,933	13,407
21.0 Travel and transportation of persons.....	263	295	295
22.0 Transportation of things.....	38	52	52
23.0 Rent, communications, and utilities.....	3,501	3,717	3,717
24.0 Printing and reproduction.....	139	178	178
25.0 Other services.....	1,136	1,202	1,311
26.0 Supplies and materials.....	25	25	25
31.0 Equipment.....	33	31	31
41.0 Grants, subsidies, and contributions.....	112,791	138,813	148,588
99.0 Total obligations.....	131,580	160,950	171,404

Personnel Summary

Total number of permanent positions.....	228	233	233
Full-time equivalent of other positions.....	8	9	6
Average number of all employees.....	205	225	222
Average GS grade.....	9.6	10.0	10.2
Average GS salary.....	\$14,333	\$15,208	\$15,793
Average FC grade.....	4.0	3.8	3.8
Average FC salary.....	\$18,212	\$18,836	\$19,165
Average salary of ungraded positions.....	\$6,052	\$6,052	\$6,052

ALLOTMENTS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allotments from other accounts are included in the schedules of the parent appropriations as follows:

Agriculture:
Consumer and Marketing Service, "Removal of surplus agricultural commodities (sec. 32)."
Soil Conservation Service, "Resource conservation and development."
Rural Community Development Service, "Salaries and expenses."

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

Identification code 05-12-3905-0-4-355	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Cooperation with Bureau of Indian Affairs on extension program with Indians.....	35	38	32
2. Cooperation with Department of Defense on extension program work in Rural Defense Information and Education program.....	298	286	286
3. Teaching materials developed and provided State Extension Services under cooperative agreement on a cost-sharing basis.....	33	65	65
4. Agency for International Development (Funds appropriated to the President).....	1,148	1,649	1,731
5. Cooperation with the Bureau of Narcotics and Dangerous Drugs, Department of Justice, on work concerned with eradication of marihuana.....	6		

6. Miscellaneous services to other accounts.....	2		
Total program costs, funded....	1,522	2,038	2,114
Change in selected resources ¹	-2	13	13
10 Total obligations.....	1,520	2,051	2,127
Financing:			
Receipts and reimbursements from:			
11 Federal funds.....	-1,487	-1,988	-2,064
14 Non-Federal sources ²	-33	-63	-63
Budget authority.....			
Relation of obligations to outlays:			
71 Obligations incurred, net.....			
72 Obligated balance, start of year.....	58	33	33
74 Obligated balance, end of year.....	-33	-33	-33
77 Adjustments in expired accounts.....	9		
90 Outlays.....	34		

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$39 thousand (1970 adjustments, -\$2 thousand); 1970, \$35 thousand; 1971, \$48 thousand; 1972, \$61 thousand.

² Reimbursements are from cooperating State extension services for teaching materials developed under cooperative agreements and provided on a cost-sharing basis (5 U.S.C. 563; 564).

Object Classification (in thousands of dollars)

Identification code 05-12-3905-0-4-355	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions.....	883	1,131	1,173
11.3 Positions other than permanent.....	23	71	71
11.5 Other personnel compensation.....	108	215	227
11.8 Special personal service payments.....	21	21	21
Total personnel compensation.....	1,035	1,438	1,492
12.1 Personnel benefits: Civilian employees.....	75	104	108
21.0 Travel and transportation of persons.....	85	102	107
22.0 Transportation of things.....	33	47	58
23.0 Rent, communications, and utilities.....	18	28	29
24.0 Printing and reproduction.....	54	117	117
25.0 Other services.....	34	68	68
26.0 Supplies and materials.....	3	12	12
31.0 Equipment.....			1
41.0 Grants, subsidies, and contributions.....	183	135	135
99.0 Total obligations.....	1,520	2,051	2,127

Personnel Summary

Total number of permanent positions.....	47	62	60
Full-time equivalent of other positions.....	1	3	3
Average number of all employees.....	56	69	70
Average GS grade.....	9.6	10.0	10.2
Average GS salary.....	\$14,333	\$15,208	\$15,793
Average FC grade.....	4.0	3.8	3.8
Average FC salary.....	\$18,212	\$18,836	\$19,165
Average salary of ungraded positions.....	\$6,052	\$6,052	\$6,052

FARMER COOPERATIVE SERVICE

Federal Funds

General and special funds:

SALARIES AND EXPENSES

For necessary expenses to carry out the Act of July 2, 1926 (7 U.S.C. 451-457), and for conducting research relating to the economic and marketing aspects of farmer cooperatives, as authorized by the Agricultural Marketing Act of 1946 (7 U.S.C. 1621-1627), [\$1,684,000] \$1,773,000. (Department of Agriculture and Related Agencies Appropriation Act, 1971.)

Program and Financing (in thousands of dollars)

Identification code 05-16-0400-0-1-355	1970 actual	1971 est.	1972 est.
Program by activities:			
Research and technical assistance for agricultural cooperatives (program costs, funded) ¹	1,628	1,773	1,773
Change in selected resources ²	9		
10 Total obligations.....	1,637	1,773	1,773
Financing:			
25 Unobligated balance lapsing.....	11		
Budget authority.....	1,648	1,773	1,773
Budget authority:			
40 Appropriation.....	1,631	1,684	1,773
42 Transferred from other accounts.....	17		
43 Appropriation (adjusted).....	1,648	1,684	1,773
44.20 Proposed supplemental for civilian pay act increases.....		89	
Relation of obligations to outlays:			
71 Obligations incurred, net.....	1,637	1,773	1,773
72 Obligated balance, start of year.....	86	95	98
74 Obligated balance, end of year.....	-95	-98	-101
77 Adjustments in expired accounts.....	2		
90 Outlays, excluding pay increase supplemental.....	1,630	1,685	1,766
91.20 Outlays from civilian pay act supplemental.....		85	4

¹ Includes capital outlay as follows: 1970, \$5 thousand; 1971, \$5 thousand; 1972, \$5 thousand.

² Selected resources as of June 30, are as follows: Unpaid undelivered orders, 1969, \$46 thousand (1970 adjustments, \$2 thousand); 1970, \$57 thousand; 1971, \$57 thousand; 1972, \$57 thousand.

Farmer Cooperative Service conducts research, advises directly with cooperative leaders and others, promotes cooperative organization and development through other Federal and State agencies, and publishes reports, *News for Farmer Cooperatives*, and other educational material. This work is aimed (1) to help farmers get better prices for their products and reduce operating expenses, (2) to help rural and smalltown residents use cooperatives to develop rural resources, (3) to help these cooperatives expand their services and operate more efficiently, and (4) to help all Americans understand the work of these cooperatives.

In 1972, the Service will help cooperatives improve their markets and operating practices to serve farmers more effectively.

Object Classification (in thousands of dollars)

Identification code 05-16-0400-0-1-355	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions.....	1,253	1,378	1,378
11.3 Positions other than permanent.....	15	7	7
11.5 Other personnel compensation.....	5		
Total personnel compensation.....	1,273	1,385	1,385
12.1 Personnel benefits: Civilian employees.....	98	110	110
21.0 Travel and transportation of persons.....	66	71	71
22.0 Transportation of things.....	2	5	5
23.0 Rent, communications, and utilities.....	52	53	53
24.0 Printing and reproduction.....	74	70	70
25.0 Other services.....	46	68	68
26.0 Supplies and materials.....	4	6	6
31.0 Equipment.....	22	5	5
99.0 Total obligations.....	1,637	1,773	1,773

General and special funds—Continued

SALARIES AND EXPENSES—Continued

Personnel Summary

Identification code 05-16-0400-0-1-355	1970 actual	1971 est.	1972 est.
Total number of permanent positions.....	106	108	108
Full-time equivalent of other positions.....	2	1	1
Average number of all employees.....	85	93	93
Average GS grade.....	10.3	10.3	10.4
Average GS salary.....	\$15,247	\$15,215	\$15,347

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

Identification code 05-16-3904-0-4-355	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Research and technical assistance to cooperatives.....	36	41	46
2. Agency for International Development (Funds appropriated to the President).....	152	169	164
10 Total program costs, funded—obligations.....	188	210	210
Financing:			
11 Receipts and reimbursements from: Federal funds.....	-188	-210	-210
Budget authority.....			

Relation of obligations to outlays:

71 Obligations incurred, net.....			
90 Outlays.....			

Object Classification (in thousands of dollars)

11.1 Personnel compensation: Permanent positions.....	84	104	104
11.3 Positions other than permanent.....	63	69	69
Total personnel compensation.....	147	173	173
12.1 Personnel benefits: Civilian employees.....	9	14	14
22.0 Transportation of things.....		2	2
24.0 Printing and reproduction.....	4		
25.0 Other services.....	28	21	21
99.0 Total obligations.....	188	210	210

Personnel Summary

Total number of permanent positions.....	8	8	8
Full-time equivalent of other positions.....	3	3	3
Average number of all employees.....	9	8	8
Average GS grade.....	10.3	10.3	10.4
Average GS salary.....	\$15,247	\$15,215	\$15,347

Trust Funds

MISCELLANEOUS CONTRIBUTED FUNDS

Program and Financing (in thousands of dollars)

Identification code 05-16-8200-0-7-355	1970 actual	1971 est.	1972 est.
Program by activities:			
10 Miscellaneous contributed funds (costs—obligations).....	38	93	110

Financing:

21 Unobligated balance available, start of year	-7	-43	
24 Unobligated balance available, end of year	43		
60 Budget authority (appropriation)...	74	50	110
Relation of obligations to outlays:			
71 Obligations incurred, net.....	38	93	110
72 Obligated balance, start of year.....	4	5	20
74 Obligated balance, end of year.....	-5	-20	-27
90 Outlays.....	37	78	103

Miscellaneous funds received from States, local organizations, and others are available for work under cooperative agreements (7 U.S.C. 450b, 450h).

Object Classification (in thousands of dollars)

Identification code 05-16-8200-0-7-355	1970 actual	1971 est.	1972 est.
11.3 Personnel compensation: Positions other than permanent.....	22	55	76
12.1 Personnel benefits: Civilian employees.....	2	5	6
21.0 Travel and transportation of persons.....	11	26	21
23.0 Rent, communications, and utilities.....	1	3	3
24.0 Printing and reproduction.....	1	4	4
44.0 Refunds.....	1		
99.0 Total obligations.....	38	93	110

Personnel Summary

Average number of all employees.....	1	4	6
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SOIL CONSERVATION SERVICE

Federal Funds

General and special funds:

CONSERVATION OPERATIONS

For necessary expenses for carrying out the provisions of the Act of April 27, 1935 (16 U.S.C. 590a-590f), including preparation of conservation plans and establishment of measures to conserve soil and water (including farm irrigation and land drainage and such special measures for soil and water management as may be necessary to prevent floods and the siltation of reservoirs and to control agricultural related pollutants); operation of conservation plant materials centers; classification and mapping of soil; dissemination of information; purchase and erection or alteration of permanent buildings; and operation and maintenance of aircraft, to remain available until expended, **[\$128,507,000] \$135,527,000**, with which shall be merged the unexpended balance of funds appropriated for the previous fiscal year under this head: *Provided*, **[That Public Law 40, Eighty-fourth Congress, making appropriations for the Department of Agriculture and Farm Credit Administration for the fiscal year ending June 30, 1956, and for other purposes, is hereby amended by striking out the period following the last proviso in the section entitled "Flood Prevention", substituting a comma and adding the following: "and where the Army does have jurisdiction and responsibility, may enter into agreements with the Army to carry out jointly the measures heretofore set out and in areas where the Secretary is authorized to purchase land rights for structural measures, the Secretary in lieu of such acquisition, may reimburse local organizations for such proportionate share of the cost of land rights furnished by local organizations as the Secretary deems equitable in consideration of the national interest.";** *Provided further*, **[That the cost of any permanent building purchased, erected, or as improved, exclusive of the cost of constructing a water supply or sanitary system and connecting the same to any such building and with the exception of buildings acquired in conjunction with land being purchased for other purposes, shall not exceed \$2,500, except for one building to be constructed at a cost not to exceed \$25,000 and eight buildings to be constructed or improved at a cost not to exceed \$15,000 per building and except that alterations or improvements to other existing permanent**

buildings costing \$2,500 or more may be made in any fiscal year in an amount not to exceed \$500 per building: *Provided further*, That no part of this appropriation shall be available for the construction of any such building on land not owned by the Government: *Provided further*, That no part of this appropriation may be expended for soil and water conservation operations under the Act of April 27, 1935 (16 U.S.C. 590a-590f) in demonstration projects: *Provided further*, That this appropriation shall be available for field employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$5,000 shall be available for employment under 5 U.S.C. 3109: *Provided further*, That qualified local engineers may be temporarily employed at per diem rates to perform the technical planning work of the service. (7 U.S.C. 1387, 1807, 2201-2202, 2250; 16 U.S.C. 590a-1; 42 U.S.C. 3271-3274; Department of Agriculture and Related Agencies Appropriation Act, 1971.)

Program and Financing (in thousands of dollars)

Identification code 05-20-1000-0-1-354	1970 actual	1971 est.	1972 est.
Program by activities:			
Operating costs:			
Assistance to conservation districts, communities, and other cooperators:			
(a) Soil surveys.....	21,571	23,995	22,651
(b) Technical programing, installation services, and snow surveys.....	112,820	116,386	115,525
(c) Operation of plant material centers.....	1,145	1,405	1,405
Total operating costs....	135,536	141,786	139,581
Unfunded adjustments to total operating costs:			
Depreciation on property.....	-1,773	-1,780	-1,780
Office space occupied without charge.....	-3,808	-3,895	-3,867
Accrued annual leave ¹	-1,028	-641	-5
Total operating costs, funded....	128,927	135,470	133,929
Capital outlay: Capitalized property.....	1,567	1,650	1,650
Total program costs, funded....	130,494	137,120	135,579
Change in selected resources ²	600	-348	-52
10 Total obligations.....	131,094	136,772	135,527
Financing:			
21 Unobligated balance available, start of year.....		-584	
22 Unobligated balance transferred from other accounts.....		-618	
24 Unobligated balance available, end of year.....	584		
Budget authority.....	131,678	135,570	135,527
Budget authority:			
40 Appropriation.....	128,236	128,507	135,527
41 Transferred to other accounts.....	-58	-35	
42 Transferred from other accounts.....	3,500		
43 Appropriation (adjusted).....	131,678	128,472	135,527
44.10 Proposed supplemental for wage-board increases.....		36	
44.20 Proposed supplemental for civilian pay act increases.....		7,062	
Relation of obligations to outlays:			
71 Obligations incurred, net.....	131,094	136,772	135,527
72 Obligated balance, start of year.....	6,155	7,587	7,861
74 Obligated balance, end of year.....	-7,587	-7,861	-7,372
77 Adjustments in expired accounts.....	47		
90 Outlays, excluding pay increase supplemental.....	129,709	129,685	135,731
91.10 Outlays from wage-board supplemental.....		35	1

91.20	Outlays from civilian pay act supplemental.....	6,778	284
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¹ Accrued annual leave as of June 30: 1969, \$13,801 thousand; 1970, \$14,829 thousand; 1971, \$15,470 thousand; 1972, \$15,475 thousand.

² Selected resources as of June 30 are as follows:

	1969	1970 adjust-ments	1970	1971	1972
Stores.....	185	---	184	186	184
Unpaid undelivered orders.....	2,102	47	2,750	2,400	2,350
Total selected resources.....	2,287	47	2,934	2,586	2,534

Assistance to conservation districts, community groups, and other cooperators consists mainly of the following:

(a) Soil surveys and investigations, with interpretations and publications, that provide physical land facts needed for program development, farm and ranch conservation planning, installation of planned practices, and for use by other Federal, State, and local agencies;

MAIN WORKLOAD FACTORS

	1970 actual	Total as of June 30, 1970 ¹	1971 estimate	1972 estimate
Soil surveys:				
Detailed (1,000 acres).....	36,740	758,652	43,000	43,000
Reconnaissance (1,000 acres).....	1,324	25,762	2,000	2,000
Soil survey reports sent to Government Printing Office (no.).....	40		60	60

¹ Cumulative acres in the National Cooperative Soil Survey includes acres mapped under other SCS programs and acres mapped by other Federal, State, and local agencies.

(b) Technical assistance to cooperating farmers and ranchers in the planning of conservation programs and installation of needed conservation treatments;

(c) Technical programing, design, layout, installation services, and consultation with those practices and measures provided for in farm and ranch conservation plans;

MAIN WORKLOAD FACTORS

	1970 actual	1971 estimate	1972 estimate
Total number			
Conservation districts.....	3,026	3,034	3,044
District cooperators (cumulative).....	2,216,655	2,239,000	2,261,000
Conservation plans (cumulative).....	1,744,639	1,767,300	1,790,000
District cooperators assisted.....	1,051,709	1,020,000	1,000,000
Community-type group jobs.....	3,899	3,900	3,900
Conservation plans.....	68,096	63,000	58,000
Revision of conservation plans.....	33,079	30,000	30,000
Acres planned (each year).....	48,196,026	50,000,000	50,000,000

(d) Technical and other assistance with community-type jobs, mine-spoil restoration, control of pollutants, and other special problems that can best be solved through coordinated local action;

(e) The granting of special equipment to soil conservation districts for use in applying conservation practices;

(f) Water supply forecasts prepared from snow surveys in Western States that are useful in making efficient seasonal use of water;

(g) The selection and testing of plant materials to determine their suitability for erosion control and conservation purposes;

(h) Technical assistance to participants in the agricultural conservation program in establishing specified permanent-type practices;

(i) Technical services to participants in other programs involving land use adjustments;

(j) Technical assistance in the planning and applying of soil and water conservation practices for which loans are made by the Farmers Home Administration; and

(k) Consultative assistance to rural development committees.

General and special funds—Continued

CONSERVATION OPERATIONS—Continued

Combinations of needed soil and water conservation practices are planned together and in relation to each other so as to have well balanced conservation programs in each district and for each farm or ranch. Both vegetative and structural measures are used in accordance with the needs of the land for protection, treatment, and resource improvement. Each plan reflects the decisions of the co-operating landowner or operator as to how he will use and treat his land.

Technicians of the Soil Conservation Service explain the various soil conditions, develop alternative uses and treatments with each cooperator, help to evaluate the costs and returns of conservation farming, and furnish assistance in applying the needed treatments.

Cooperating landowners and operators are providing more than half the cost of practices and measures installed in district programs. Local agencies and private individuals also furnish about one-third of the total installation services used to help cooperators apply soil and water conservation practices in districts throughout the country.

Object Classification (in thousands of dollars)

Identification code 05-20-1000-0-1-354	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions.....	102,794	105,557	105,309
11.3 Positions other than permanent.....	3,333	4,291	4,272
11.5 Other personnel compensation.....	170	174	174
Total personnel compensation.....	106,297	110,022	109,755
12.1 Personnel benefits: Civilian employees.....	9,258	9,710	9,625
13.0 Benefits for former personnel.....	24	12	12
21.0 Travel and transportation of persons.....	2,449	2,520	2,500
22.0 Transportation of things.....	809	900	900
23.0 Rent, communications, and utilities.....	3,771	4,040	4,040
24.0 Printing and reproduction.....	699	900	843
25.0 Other services.....	2,354	2,713	2,381
26.0 Supplies and materials.....	3,141	3,381	3,164
31.0 Equipment.....	2,270	2,532	2,285
32.0 Lands and structures.....	3	20	-----
42.0 Insurance claims and indemnities.....	27	30	30
Subtotal.....	131,102	136,780	135,535
95.0 Quarters and subsistence charges.....	-8	-8	-8
99.0 Total obligations.....	131,094	136,772	135,527

Personnel Summary

Total number of permanent positions.....	9,490	9,512	9,471
Full-time equivalent of other positions.....	657	681	678
Average number of all employees.....	10,007	10,053	10,028
Average GS grade.....	8.3	8.3	8.3
Average GS salary.....	\$11,189	\$11,247	\$11,291
Average salary of ungraded positions.....	\$8,361	\$8,505	\$8,358

RIVER BASIN SURVEYS AND INVESTIGATIONS

For necessary expenses to conduct research, investigations and surveys of the watersheds of rivers and other waterways, in accordance with section 6 of the Watershed Protection and Flood Prevention Act, approved August 4, 1954, as amended (16 U.S.C. 1006), to remain available until expended; [\$9,043,000] \$9,591,000, with which shall be merged the unexpended balances of funds heretofore appropriated to the Department for river basin survey purposes: Provided, That this appropriation shall be available for field employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$60,000 shall be available for employment under 5 U.S.C. 3109. (7 U.S.C. 2201-2202; Department of Agriculture and Related Agencies Appropriation Act, 1971.)

Program and Financing (in thousands of dollars)

Identification code 05-20-1069-0-1-401	1970 actual	1971 est.	1972 est.
Program by activities:			
Operating costs: River basin surveys and investigations.....	9,187	10,044	9,756
Unfunded adjustments to total operating costs:			
Depreciation on property.....	-69	-70	-70
Office space occupied without charge.....	-230	-220	-210
Accrued annual leave ¹	-45	-81	39
Total operating costs, funded.....	8,843	9,673	9,515
Capital outlay funded: Capitalized property.....	60	65	70
Total program costs, funded.....	8,903	9,738	9,585
Change in selected resources ²	13	118	6
10 Total obligations.....	8,916	9,856	9,591
Financing:			
21 Unobligated balance available, start of year.....	-1,072	-972	-----
23 Unobligated balance transferred to other accounts.....	-----	618	-----
24 Unobligated balance available, end of year.....	972	-----	-----
Budget authority.....	8,816	9,502	9,591
Budget authority:			
40 Appropriation.....	8,839	9,043	9,591
41 Transferred to other accounts.....	-23	-1	-----
43 Appropriation (adjusted).....	8,816	9,042	9,591
44.20 Proposed supplemental for civilian pay act increases.....	-----	460	-----
Relation of obligations to outlays:			
71 Obligations incurred, net.....	8,916	9,856	9,591
72 Obligated balance, start of year.....	651	713	772
74 Obligated balance, end of year.....	-713	-772	-737
90 Outlays, excluding pay increase supplemental.....	8,854	9,356	9,607
91.20 Outlays from civilian pay act supplemental.....	-----	441	19

¹ Accrued annual leave as of June 30 is as follows: 1969, -\$642 thousand; 1970, -\$687 thousand; 1971, -\$768 thousand; 1972, -\$729 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$143 thousand; 1970, \$156 thousand; 1971, \$274 thousand; 1972, \$280 thousand.

The Department cooperates with other Federal and State agencies in making surveys and investigations of watersheds of rivers and other waterways as the basis for the development of coordinated programs for the development of water and related land resources.

MAIN WORKLOAD FACTORS

Status of river basin studies	1970 actual	1971 estimate	1972 estimate
Initiated, current fiscal year:			
Framework studies and assessments.....	1	--	--
Regional or river basin surveys.....	6	12	7
Flood hazard analyses.....	--	4	5
Initiated, cumulative at June 30:			
Framework studies and assessments.....	12	12	12
Regional or river basin surveys.....	80	92	99
Flood hazard analyses.....	2	6	11
Completed, current fiscal year:			
Framework studies and assessments.....	--	4	6
Regional or river basin surveys.....	3	13	8
Flood hazard analyses (reports).....	--	4	7
Completed, cumulative at June 30:			
Framework studies and assessments.....	1	5	10
Regional or river basin surveys.....	137	50	58
Flood hazard analyses (reports).....	--	4	11

Work in progress at June 30:

Framework studies and assessments.....	11	7	2
Regional or river basin surveys.....	² 43	42	41
Flood hazard analyses.....	2	6	11

¹ In addition, there have been 18 interim reports completed in the Colorado River, Oregon River, and Sevier River studies.

² Includes review studies of Cape Fear, Yazoo-Mississippi, and Tombigbee River basins.

River basin program development and coordination.

Section 6 of Public Law 566, 83d Congress, as amended, authorizes the Department to cooperate with other Federal, State, and local agencies in making surveys and investigations of the watersheds of rivers and other waterways as a basis for the development of coordinated water and related land resource programs. The department currently is participating in cooperative surveys and investigations in river basins with the Corps of Engineers and other interested Federal and State agencies. The Department is represented on the Water Resources Council which was established to coordinate water and related land resource activities of Federal departments and agencies. The Department also maintains representation on four river basin commissions and four river basin interagency committees. These serve as points of contact and coordination between representatives of this Department and of other Federal departments and agencies and the States in these basin areas. They keep all concerned mutually informed of the activities of the

member agencies and facilitate matters of interagency coordination. During fiscal year 1970, the Department maintained such representation on committees in the Arkansas-White-Red, Missouri, Pacific Southwest, and Southeast areas. The Department also is represented on the Water Resources Council which was formed in accordance with section 101, Public Law 89-80, the Water Resources Planning Act.

The Senate Select Committee on National Water Resources has proposed the goal of surveying all of the Nation's river basins and making determinations of our future water and related land resources needs.

This Department and other member departments of the Water Resources Council have jointly considered needs for river basin surveys and investigations necessary to attain the goal.

Based on this joint consideration, current needs are \$631 thousand to continue interagency comprehensive surveys now in process during fiscal year 1972; \$6,731 thousand to continue other Federal-State cooperative river basin surveys now in progress and to start seven additional surveys in cooperation with States; \$315 thousand for interregional economic analyses; \$400 thousand for flood hazard analyses; and \$1,514 thousand for interagency coordination and program formulation.

The following tabulation shows the number of surveys and actual or estimated obligations by type of survey in fiscal years 1970, 1971, and 1972.

[Dollars in thousands]						
Explanation	1970 actual		1971 estimate		1972 estimate	
	Number	Amount	Number	Amount	Number	Amount
1. Type of survey and amounts obligated:						
(a) Comprehensive framework surveys:						
(1) Surveys started during year.....	1	¹ \$161	--	----	--	----
(2) Continuing prior year surveys.....	10	1,980	11	\$1,897	7	\$269
(3) Surveys completed during year.....	--	----	(4)	(225)	(6)	(51)
Total, comprehensive framework surveys.....	11	2,141	11	1,897	7	269
(b) Comprehensive detailed surveys:						
(1) Surveys started during year.....	--	----	3	271	--	----
(2) Continuing prior year surveys.....	5	530	5	106	3	362
(3) Surveys completed during year.....	--	----	(5)	(88)	--	----
Total, comprehensive detailed surveys.....	5	530	8	377	3	362
(c) Surveys in cooperation with State and other Federal agencies:						
(1) Surveys started during year.....	6	510	9	831	7	1,231
(2) Continuing prior year surveys.....	² 31	4,237	² 34	4,895	² 35	5,500
(3) Surveys completed during year.....	(3)	(424)	(7)	(212)	(8)	(554)
Total, cooperative surveys.....	37	4,747	43	5,726	42	6,731
Total, surveys and obligations.....	53	7,418	62	8,000	52	7,362
2. Interregional economic analysis.....	--	198	--	313	--	315
3. Flood hazard analysis.....	--	54	--	176	--	400
4. Interagency coordination and program formulation.....	--	1,246	--	1,367	--	1,514
Total obligations.....	--	8,916	--	9,856	--	9,591

¹ Lower Mississippi Region Study funded in fiscal year 1970 by transfer from Army.

² Includes review studies of Cape Fear, Yazoo-Mississippi and Tombigbee River basins.

Object Classification (in thousands of dollars)			
Identification code 05-20-1069-0-1-401	1970 actual	1971 est.	1972 est.
SOIL CONSERVATION SERVICE			
Personnel compensation:			
11.1 Permanent positions.....	4,775	5,178	5,105
11.3 Positions other than permanent.....	141	157	146
11.5 Other personnel compensation.....	8	10	9
Total personnel compensation.....	4,924	5,345	5,260

12.1 Personnel benefits: Civilian employees.....	432	493	455
21.0 Travel and transportation of persons.....	233	308	239
22.0 Transportation of things.....	38	46	35
23.0 Rent, communications, and utilities.....	117	106	93
24.0 Printing and reproduction.....	157	196	175
25.0 Other services.....	164	186	153
26.0 Supplies and materials.....	45	60	44
31.0 Equipment.....	73	75	62
Total obligations, Soil Conservation Service.....	6,183	6,815	6,516

General and special funds—Continued

RIVER BASIN SURVEYS AND INVESTIGATIONS—Continued

Object Classification (in thousands of dollars)—Continued

Identification code 05-20-1069-0-1-401	1970 actual	1971 est.	1972 est.
ALLOTMENT ACCOUNTS			
Personnel compensation:			
11.1 Permanent positions.....	2,022	2,334	2,362
11.3 Positions other than permanent.....	43	66	67
11.5 Other personnel compensation.....			
Total personnel compensation.....	2,065	2,400	2,429
12.1 Personnel benefits: Civilian employees.....	195	201	204
21.0 Travel and transportation of persons.....	162	156	156
22.0 Transportation of things.....	17	18	18
23.0 Rent, communications, and utilities.....	37	27	27
24.0 Printing and reproduction.....	9	4	4
25.0 Other services.....	226	199	201
26.0 Supplies and materials.....	8	12	12
31.0 Equipment.....	15	24	24
41.0 Grants, subsidies, and contributions.....	-1		
Total obligations, allotment accounts.....	2,733	3,041	3,075
99.0 Total obligations.....	8,916	9,856	9,591
Obligations are distributed as follows:			
Soil Conservation Service.....	6,183	6,815	6,516
Economic Research Service.....	1,551	1,708	1,727
Forest Service.....	1,182	1,333	1,348

Personnel Summary

SOIL CONSERVATION SERVICE

Total number of permanent positions.....	360	385	381
Full-time equivalent of other positions.....	25	27	25
Average number of all employees.....	386	406	400
Average GS grade.....	8.3	8.3	8.3
Average GS salary.....	\$11,189	\$11,247	\$11,291
Average salary of ungraded positions.....	\$8,361	\$8,505	\$8,538

ALLOTMENT ACCOUNTS

Total number of permanent positions.....	173	184	186
Full-time equivalent of other positions.....	14	16	16
Average number of all employees.....	163	174	176
Average GS grade.....	9.1	9.1	9.1
Average GS salary.....	\$12,519	\$12,581	\$12,641
Average salary of ungraded positions.....	\$8,415	\$8,523	\$8,523

WATERSHED PLANNING

For necessary expenses for small watershed investigations and planning, in accordance with the Watershed Protection and Flood Prevention Act, as amended (16 U.S.C. 1001-1008), to remain available until expended, **[\$6,066,000]** \$5,809,000, with which shall be merged the unexpended balances of funds heretofore appropriated under this head: *Provided*, That this appropriation shall be available for field employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$50,000 shall be available for employment under 5 U.S.C. 3109. (7 U.S.C. 2201-2202; Department of Agriculture and Related Agencies Appropriation Act, 1971.)

Program and Financing (in thousands of dollars)

Identification code 05-20-1066-0-1-401	1970 actual	1971 est.	1972 est.
Program by activities:			
Operating costs:			
Small watershed project investigations and planning, total operating costs.....	7,255	6,685	6,118

Unfunded adjustments to total operating costs:

Depreciation on property.....	-80	-78	-78
Office space occupied without charge.....	-282	-275	-275
Accrued annual leave ¹	-62	151	1
Total operating costs, funded.....	6,831	6,483	5,766
Capital outlay: Capitalized property.....	63	55	55
Total program costs, funded.....	6,894	6,538	5,821
Change in selected resources ²	35	-27	-12
10 Total obligations.....	6,929	6,511	5,809
Financing:			
21 Unobligated balance available, start of year.....	-250	-69	
24 Unobligated balance available, end of year.....	69		
Budget authority.....	6,748	6,442	5,809
Budget authority:			
40 Appropriation.....	6,700	6,066	5,809
41 Transferred to other accounts.....	-2		
42 Transferred from other accounts.....	50		
43 Appropriation (adjusted).....	6,748	6,066	5,809
44.10 Proposed supplemental for wage-board increases.....		2	
44.20 Proposed supplemental for civilian pay act increases.....		374	
Relation of obligations to outlays:			
71 Obligations incurred, net.....	6,929	6,511	5,809
72 Obligated balance, start of year.....	340	370	409
74 Obligated balance, end of year.....	-370	-409	-447
90 Outlays, excluding pay increase supplemental.....	6,899	6,113	5,754
91.10 Outlays from wage-board supplemental.....		2	
91.20 Outlays from civilian pay act supplemental.....		357	17

¹ Accrued annual leave as of June 30 is as follows: 1969, —\$883 thousand; 1970, —\$945 thousand; 1971, —\$794 thousand; 1972, —\$793 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$92 thousand; 1970, \$127 thousand; 1971, \$100 thousand; 1972, \$88 thousand.

The Department cooperates with the States and other agencies in planning works of improvement in small watersheds to reduce damage from floodwater, sediment, and erosion and for the conservation, development, utilization, and disposal of water.

MAIN WORKLOAD FACTORS

Activity	1970 actual	1971 estimate	1972 estimate
Applications for planning assistance:			
On hand, cumulative, start of year.....	2,795	2,885	2,985
Received during year.....	90	100	100
On hand, cumulative, June 30.....	2,885	2,985	3,085
Consisting of:			
Unprocessed applications (backlog).....	824	814	829
Not suitable for planning.....	500	550	575
Authorized for planning.....	1,561	1,621	1,681
Status of planning:			
Authorized, cumulative, start of year.....	1,511	1,561	1,621
Less:			
Suspended or terminated, cumulative, start of year.....	183	192	201
Completed, cumulative, start of year.....	1,014	1,066	1,116
Planning in process start of year.....	314	303	304
New authorizations during year.....	50	60	60

Authorized planning in process during year.....	364	363	364
Less:			
Suspended or terminated, during year.....	9	9	8
Completions during year.....	52	50	50
Planning in process, end of year...	303	304	306

Small watershed project investigations and planning.—Surveys are made by the Department of proposed small watershed projects, and work plans are prepared in co-operation with local sponsors. These plans outline the soil and water management problems in the watershed, the steps that have been or are authorized to be taken to alleviate these problems, the proposed works of improvement to be installed, the estimated benefits and costs, cost-sharing and operation and maintenance arrangements, and other facts necessary to justify Federal participation in project development.

Object Classification (in thousands of dollars)

Identification code 05-20-1066-0-1-401	1970 actual	1971 est.	1972 est.
SOIL CONSERVATION SERVICE			
Personnel compensation:			
11.1 Permanent positions.....	4,846	4,548	4,091
11.3 Positions other than permanent....	173	214	192
11.5 Other personnel compensation.....	4	4	4
Total personnel compensation....	5,023	4,766	4,287
12.1 Personnel benefits: Civilian employees..	430	389	378
21.0 Travel and transportation of persons..	289	275	240
22.0 Transportation of things.....	34	31	25
23.0 Rent, communications, and utilities....	107	100	89
24.0 Printing and reproduction.....	126	100	88
25.0 Other services.....	217	185	138
26.0 Supplies and materials.....	68	65	60
31.0 Equipment.....	75	69	60
42.0 Insurance claims and indemnities.....	1	-----	-----
Total obligations, Soil Conservation Service.....	6,370	5,980	5,365
ALLOTMENT ACCOUNTS			
Personnel compensation:			
11.1 Permanent positions.....	381	354	305
11.3 Positions other than permanent....	24	28	21
11.5 Other personnel compensation.....	1	-----	-----
Total personnel compensation....	406	382	326
12.1 Personnel benefits: Civilian employees..	37	33	29
21.0 Travel and transportation of persons..	47	48	31
22.0 Transportation of things.....	8	3	3
23.0 Rent, communications, and utilities....	3	1	1
24.0 Printing and reproduction.....	1	-----	-----
25.0 Other services.....	13	27	17
26.0 Supplies and materials.....	4	5	5
31.0 Equipment.....	4	1	1
41.0 Grants, subsidies, and contributions....	36	31	31
Total obligations, allotment accounts.....	559	531	444
99.0 Total obligations.....	6,929	6,511	5,809
Obligations are distributed as follows:			
Soil Conservation Service.....	6,370	5,980	5,365
conomic Research Service.....	28	26	22
Forest Service.....	531	505	422

Personnel Summary

SOIL CONSERVATION SERVICE			
Total number of permanent positions.....	392	353	318
Full-time equivalent of other positions.....	33	39	35

Average number of all employees.....	419	386	347
Average GS grade.....	8.3	8.3	8.3
Average GS salary.....	\$11,189	\$11,247	\$11,291
Average salary of ungraded positions.....	\$8,361	\$8,505	\$8,538

ALLOTMENT ACCOUNTS

Total number of permanent positions.....	31	33	29
Full-time equivalent of other positions.....	4	5	4
Average number of all employees.....	35	35	30
Average GS grade.....	8.3	8.4	8.4
Average GS salary.....	\$11,089	\$11,333	\$11,523
Average salary of ungraded positions.....	\$8,415	\$8,523	\$8,523

WATERSHED WORKS OF IMPROVEMENT

For necessary expenses to carry out preventive measures, including, but not limited to research, engineering operations, methods of cultivation, the growing of vegetation, and changes in use of land, in accordance with the Watershed Protection and Flood Prevention Act, approved August 4, 1954, as amended (16 U.S.C. 1001-1005, 1007-1008), and the provisions of the Act of April 27, 1935 (16 U.S.C. 590a-f), to remain available until expended; **[\$76,000,000] \$76,797,000**, with which shall be merged the unexpended balances of funds heretofore appropriated or transferred to the Department for watershed protection purposes: *Provided*, That this appropriation shall be available for field employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$100,000 shall be available for employment under 5 U.S.C. 3109: *Provided further*, That \$5,000,000 of the funds in the direct loan account of the Farmers Home Administration shall be available until expended for loans. (7 U.S.C. 2201-2202; *Department of Agriculture and Related Agencies Appropriation Act, 1971*.)

Program and Financing (in thousands of dollars)

Identification code 05-20-1067-0-1-401	1970 actual	1971 est.	1972 est.
Program by activities:			
Operating costs:			
1. Watershed works of improvement.....	70,446	78,342	79,933
2. Loan services.....	226	369	425
Total operating costs.....	70,672	78,711	80,358
Unfunded adjustments to total operating costs:			
Depreciation on property.....	-381	-385	-390
Office space occupied without charge.....	-725	-775	-800
Accrued annual leave ¹	-219	-359	-25
Total operating costs, funded....	69,347	77,192	79,143
Capital outlay:			
1. Capitalized property.....	636	650	675
2. Loans.....	858	811	500
3. Advances for future water supply..	97	175	190
Total capital outlay, funded.....	1,591	1,636	1,365
Total program costs, funded.....	70,938	78,828	80,508
Change in selected resources ²	-4,521	-744	-4,711
10 Total obligations.....	66,417	78,084	75,797
Financing:			
21 Unobligated balance available, start of year.....	-628	-534	-----
24 Unobligated balance available, end of year.....	534	-----	-----
Budget authority.....	66,323	77,550	75,797

¹ Accrued annual leave as of June 30 are as follows: 1969, \$2,602 thousand; 1970, \$2,821 thousand; 1971, \$3,180 thousand; 1972, \$3,205 thousand.

² Selected resources as of June 30 are as follows:

	1969	1970	1971	1972
Unpaid undelivered orders.....	42,344	38,679	38,746	34,535
Undisbursed loans.....	2,168	1,311	500	-----
Advances.....	5	6	6	6
Total selected resources.....	44,517	39,996	39,252	34,541

General and special funds—Continued

WATERSHED WORKS OF IMPROVEMENT—Continued

Program and Financing (in thousands of dollars)—Continued

Identification code 05-20-1067-0-1-401		1970 actual	1971 est.	1972 est.
Budget authority:				
40	Appropriation.....	66,032	76,000	75,797
41	Transferred to other accounts.....	—9	—8	-----
42	Transferred from other accounts.....	300	-----	-----
43	Appropriation (adjusted).....	66,323	75,992	75,797
44.10	Proposed supplemental for wage-board increases.....	-----	34	-----
44.20	Proposed supplemental for civilian pay act increases.....	-----	1,524	-----
Relation of obligations to outlays:				
71	Obligations incurred, net.....	66,417	78,084	75,797
72	Obligated balance, start of year.....	51,818	47,352	47,460
74	Obligated balance, end of year.....	—47,352	—47,460	—42,329
90	Outlays, excluding pay increase supplemental.....	70,883	76,481	80,865
91.10	Outlays from wage-board supplemental.....	-----	33	1
91.20	Outlays from civilian pay act supplemental.....	-----	1,462	62

The Department cooperates with the States and other agencies in installing works of improvement in small watersheds to reduce damage from floodwater, sediment, and erosion and for the conservation, development, utilization, and disposal of water. It provides loans to local organizations to help them finance their share of the costs of certain works of improvement.

MAIN WORKLOAD FACTORS

Status of projects approved for operations:	1970 actual	1971 estimate	1972 estimate
Approved, current fiscal year.....	64	65	65
Approved, cumulative at June 30.....	1,001	1,066	1,131
Completed, current fiscal year.....	35	55	55
Completed, cumulative at June 30....	273	328	383
Work in progress at June 30.....	728	738	748

1. *Watershed works of improvement.*—The Department provides technical and financial assistance to local organizations to install the watershed works of improvement for watershed protection, flood prevention, agricultural water management, recreation, and fish and wildlife development features specified in the work plans.

(a) *Pilot demonstration watersheds.*—Sixty-two pilot watersheds were started in 1954 in cooperation with local sponsors under authority of the act of April 27, 1935 (16 U.S.C. 590a-f) to demonstrate and evaluate the effectiveness of works of improvement installed in small watersheds for watershed protection and flood prevention. As of June 30, 1970, work had been discontinued in eight projects and completed as planned in 54.

The following table shows the total cost for the completed pilot watershed projects:

Explanation	1970 actual	
	Number	Amount (thousands)
Uncompleted projects at beginning of year and estimated completion cost.....	1	\$1
Status of projects and amounts obligated:		
1. Projects completed during the year.....	1	1
2. Projects continuing construction and land treatment....	—	—
Total.....	1	1

3. Projects completed (cumulative) and total cost ¹	54	43,258
4. Projects discontinued (cumulative) and total cost.....	8	330
Total projects approved and total cost.....	62	43,588
Total obligations (cumulative).....	—	43,588

¹ Includes \$1,264,860 for project evaluation studies charged to project costs prior to fiscal year 1960.

(b) *Public Law 566 watersheds.*—After local sponsoring organizations have developed watershed work plans with the Department's assistance or with State and local resources, and the projects have been approved as suitable for Federal participation (projects involving an estimated Federal contribution in excess of \$250 thousand for construction or any single structure having a capacity in excess of 2,500 acre-feet require congressional approval), technical services and financial assistance are provided for specified works of improvement. On non-Federal lands, local sponsoring organizations may contract for construction work or request the SCS to do the contracting for them, operate and maintain the projects, and in the case of multiple-purpose structures, bear a share of construction costs. In addition, local organizations must acquire water rights and furnish land, easements, and rights-of-way for all structural measures except that the Federal Government may pay up to one-half the cost of land, easements, and rights-of-way allocated to public fish and wildlife and recreational developments. Federal agencies do this work on Federal lands which they administer with appropriate contributions being made by the local people who receive benefits.

Preconstruction and land treatment and engineering services are furnished to all approved projects before they are advanced to the construction stage. During the preconstruction stage, surveys and investigations are made and detailed designs, specifications, and engineering cost estimates are prepared for construction of structural work; areas are delineated where easements are required, and technical services are furnished for accelerating planning and application of land treatment measures if provided for in the watershed work plan.

The project construction stage begins either with the execution of the first project agreement for construction of works of improvement or with the signing of a construction contract in projects which the Federal Government does the contracting. Under a project agreement, the local sponsoring organization agrees to construct a segment of the project which may consist of an individual or an inter-related group of structures. The agreement (or contract where Federal contracting is involved) obligates the Department to furnish its share of the construction cost. Engineering and other services are provided for the preparation of contracts and inspection of construction. Payments are made to the local contracting organization when they do the contracting in accordance with the project agreement as the work progresses. When a local organization requests the SCS to do the contracting for works of improvement, the SCS makes payments directly to the contractor as work progresses. This will include both amounts financed from Federal funds and contributions received from local organizations for their share of construction cost. Technical assistance in planning and installing land treatment measures is continued as called for in the watershed work plan.

The following tabulation shows the status of Public Law 566 projects by stage of assistance and amounts obligated or estimated to be obligated. The table excludes obligation for loan services.

[Dollars in thousands]

Explanation	1970 estimate		1971 estimate		1972 estimate	
	Number	Amount	Number	Amount	Number	Amount
1. Projects approved for operations and estimated cost of completion:						
(a) Uncompleted projects at beginning of year.....	699	\$627,336	728	\$678,138	738	\$719,263
(b) Projects approved during year.....	64	116,820	65	118,600	65	118,600
Total.....	763	744,156	793	796,738	803	837,863
2. Status of projects and amounts obligated:						
(a) Projects not requiring funds.....	58	-----	60	-----	63	-----
(b) Projects receiving preconstruction land treatment and engineering services.....	223	4,757	212	4,752	218	4,796
(c) Projects moved into construction stage during year.....	38	13,176	70	15,400	60	13,200
(d) Prior year projects continuing construction and land treatment.....	391	47,430	371	56,204	382	56,017
(e) Projects with construction completed continuing land treatment.....	18	148	25	250	25	250
(f) Projects completed during year.....	35	553	55	869	55	869
Total projects.....	763	66,044	793	77,475	803	75,132
3. Obligations not included above:						
(a) Advances for future water supply.....	-----	5	-----	190	-----	190
(b) Project evaluation studies.....	-----	156	-----	25	-----	25
(c) Undistributed equipment account.....	-----	-32	-----	25	-----	25
Total.....	-----	66,073	-----	77,715	-----	75,372
4. Uncompleted projects (cumulative) at end of year:						
(a) Obligations to date.....	728	446,137	738	490,684	748	519,190
(b) Estimated cost of completion.....	728	678,138	738	719,263	748	762,731
5. Projects completed (cumulative) and total cost.....	273	131,072	328	164,000	383	210,650
6. Total projects approved (cumulative) and total cost.....	1,001	1,302,050	1,066	1,420,650	1,131	1,539,250
7. Obligations (cumulative):						
Projects.....	-----	577,209	-----	654,684	-----	729,816
Other.....	-----	1,264	-----	1,504	-----	1,744
Total.....	-----	578,473	-----	656,188	-----	731,560

¹ Includes \$8,660 for Institute of Tropical Forestry.

2. *Loans and related expense.*—Loans are made to local sponsoring organizations to finance the local cost of installing works of improvement in approved watershed projects. Repayment with interest is required within 50 years after the principal benefits of improvements have become available. Loans will be made from \$6,750 thousand available in 1971 and \$5 million in 1972 from the Direct loan account of the Farmers Home Administration. Loan services related to processing and making loans will be financed from this appropriation.

Object Classification (in thousands of dollars)

Identification code 05-20-1067-0-1-401	1970 actual	1971 est.	1972 est.
SOIL CONSERVATION SERVICE			
Personnel compensation:			
11.1 Permanent positions.....	20,312	21,998	21,996
11.3 Positions other than permanent.....	1,271	1,567	1,564
11.5 Other personnel compensation.....	376	399	399
Total personnel compensation.....	21,959	23,964	23,959
12.1 Personnel benefits: Civilian employees.....	1,852	2,160	2,195
13.0 Benefits for former personnel.....	1	-----	-----
21.0 Travel and transportation of persons.....	656	730	730
22.0 Transportation of things.....	170	200	200
23.0 Rent, communications, and utilities.....	627	715	705
24.0 Printing and reproduction.....	275	315	300
25.0 Other services.....	1,285	1,360	1,360
Construction contracts.....	8,108	18,115	17,294
26.0 Supplies and materials.....	595	675	694
31.0 Equipment.....	478	610	615
33.0 Investments and loans.....	5	100	100
41.0 Grants, subsidies, and contributions.....	29,106	27,529	26,006
42.0 Insurance claims and indemnities.....	59	-----	-----
Total obligations, Soil Conservation Service.....	65,176	76,473	74,158

ALLOTMENT ACCOUNTS

Personnel compensation:			
11.1 Permanent positions.....	540	685	733
11.3 Positions other than permanent.....	62	60	60
11.5 Other personnel compensation.....	1	1	1
Total personnel compensation.....	603	746	794
12.1 Personnel benefits: Civilian employees.....	47	59	63
21.0 Travel and transportation of persons.....	35	50	52
22.0 Transportation of things.....	11	10	10
23.0 Rent, communications, and utilities.....	36	37	37
24.0 Printing and reproduction.....	3	2	2
25.0 Other services.....	70	54	36
26.0 Supplies and materials.....	44	38	28
31.0 Equipment.....	22	13	17
33.0 Investments and loans.....	1	-----	-----
41.0 Grants, subsidies, and contributions.....	371	602	600
Total obligations, allotment accounts.....	1,241	1,611	1,639
99.0 Total obligations.....	66,417	78,084	75,797

Obligations are distributed as follows:

Department of Agriculture:			
Soil Conservation Service.....	65,176	76,473	74,158
Economic Research Service.....	134	119	118
Farmers Home Administration.....	226	369	425
Forest Service.....	794	1,065	1,039
Department of the Interior.....	87	58	57

Personnel Summary

SOIL CONSERVATION SERVICE			
Total number of permanent positions.....	1,924	1,996	1,996
Full-time equivalent of other positions.....	243	290	290
Average number of all employees.....	2,123	2,261	2,260
Average GS grade.....	8.3	8.3	8.3
Average GS salary.....	\$11,189	\$11,247	\$11,291
Average salary of ungraded positions.....	\$8,361	\$8,505	\$8,538

General and special funds—Continued

WATERSHED WORKS OF IMPROVEMENT—Continued

Personnel Summary—Continued

Identification code 05-20-1067-0-1-401	1970 actual	1971 est.	1972 est.
ALLOTMENT ACCOUNTS			
Total number of permanent positions.....	50	52	56
Full-time equivalent of other positions.....	10	9	9
Average number of all employees.....	53	65	69
Average GS grade.....	8.2	8.1	8.1
Average GS salary.....	\$11,020	\$11,003	\$11,052
Average salary of ungraded positions.....	\$8,415	\$8,523	\$8,523

FLOOD PREVENTION

For necessary expenses, in accordance with the Flood Control Act, approved June 22, 1936 (33 U.S.C. 701-709, 16 U.S.C. 1006a), as amended and supplemented, and in accordance with the provisions of laws relating to the activities of the Department, to perform works of improvement, including funds for field employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$100,000 for employment under 5 U.S.C. 3109, to remain available until expended; [\$21,037,000] \$21,680,000, with which shall be merged the unexpended balances of funds heretofore appropriated or transferred to the Department for flood prevention purposes: *Provided*, That \$400,000 of funds in the direct loan account of the Farmers Home Administration shall be available until expended for loans. (7 U.S.C. 2201-2202; *Department of Agriculture and Related Agencies Appropriation Act, 1971*.)

Program and Financing (in thousands of dollars)

Identification code 05-20-1036-0-1-401	1970 actual	1971 est.	1972 est.
Program by activities:			
Operating costs:			
1. Works of improvement.....	27,545	25,380	20,589
2. Loan services.....	164	176	193
Total operating costs.....	27,709	25,556	20,782
Unfunded adjustments to total operating costs:			
Depreciation on property.....	-123	-120	-120
Office space occupied without cost..	-138	-135	-130
Accrued annual leave ¹	-61	86	118
Total operating costs, funded....	27,387	25,387	20,650
Capital outlay:			
1. Capitalized property.....	1,732	1,200	800
2. Loans.....	19	-----	-----
3. Advances for future water supply..	80	100	120
Total capital outlay, funded....	1,831	1,300	920
Total program costs, funded..	29,218	26,687	21,570
Change in selected resources ²	-1,479	-1,371	110
10 Total obligations.....	27,739	25,316	21,680
Financing:			
21 Unobligated balance available, start of year.....	-6,631	-3,629	-----
24 Unobligated balance available, end of year.....	3,629	-----	-----
Budget authority.....	24,737	21,687	21,680
Budget authority:			
40 Appropriation.....	24,738	21,037	21,680
41 Transferred to other accounts.....	-1	-1	-----
43 Appropriation (adjusted).....	24,737	21,036	21,680
44.10 Proposed supplemental for wage-board increases.....	-----	37	-----
44.20 Proposed supplemental for civilian pay act increases.....	-----	614	-----

Relation of obligations to outlays:

71 Obligations incurred, net.....	27,739	25,316	21,680
72 Obligated balance, start of year.....	12,784	12,946	9,769
74 Obligated balance, end of year.....	-12,946	-9,769	-9,404
90 Outlays, excluding pay increase supplemental.....	27,577	27,868	22,019
91.10 Outlays from wage-board supplemental.....	-----	36	1
91.20 Outlays from civilian pay act supplemental.....	-----	589	25

¹ Accrued annual leave as of June 30 are as follows: 1969, -\$845 thousand; 1970, -\$906 thousand; 1971, -\$820 thousand; 1972, -\$702 thousand.

² Selected resources as of June 30 are as follows:

	1969	1970	1971	1972
Unpaid undelivered orders.....	10,805	9,351	7,980	8,090
Undisbursed loans.....	25	-----	-----	-----
Total selected resources.....	10,830	9,351	7,980	8,090

1. *Works of improvement.*—The Department cooperates with soil conservation districts and other local organizations in planning and installing works of improvement for flood prevention and for furthering the conservation, development, utilization, and disposal of water in the 11 watersheds authorized by the Flood Control Act of 1944. The Federal Government shares in the cost of works of improvement for flood prevention, agricultural water management, recreation, and fish and wildlife development facilities.

The Department furnishes additional technical and, in certain instances, financial assistance to landowners to accelerate planning and installation of land treatment measures for runoff retardation, sediment control, and water management. Local sponsoring organizations must furnish all land easements, and rights-of-way, water rights, and the entire cost of works of improvement for nonagricultural water management measures, except those for fish and wildlife development and recreation, and operate and maintain all completed works of improvement.

Within the 11 watersheds authorized for flood prevention work by the Flood Control Act of 1944, 402 subwatershed areas have been identified in which installation of flood prevention works of improvement is feasible. Installation progress in these subwatersheds is shown in the following table:

Subwatershed status:	End of fiscal year		
	1970	1971	1972
In construction.....	133	139	141
Completed.....	139	149	159
Not started.....	130	114	102
Total.....	402	402	402

2. *Loan services.*—Loans are made to local organizations to help finance their share of the costs of planned works of improvement. Repayment with interest is required within 50 years after the principal benefits of improvements first become available for this purpose. Loans will be made from funds available for this purpose from the direct loan account of the Farmers Home Administration. Loan services related to processing and making loans are financed from funds available to this appropriation.

Object Classification (in thousands of dollars)

Identification code 05-20-1036-0-1-401	1970 actual	1971 est.	1972 est.
SOIL CONSERVATION SERVICE			
Personnel compensation:			
11.1 Permanent positions.....	6,938	6,280	5,695
11.3 Positions other than permanent.....	705	697	639

11.5	Other personnel compensation.....	176	205	191
	Total personnel compensation.....	7,819	7,182	6,525
12.1	Personnel benefits: Civilian employees.....	645	608	566
21.0	Travel and transportation of persons.....	242	222	200
22.0	Transportation of things.....	49	46	40
23.0	Rent, communications, and utilities.....	181	180	175
24.0	Printing and reproduction.....	137	134	130
25.0	Other services.....	2,924	2,317	1,404
	Construction contracts.....	8,800	8,792	8,325
26.0	Supplies and materials.....	704	662	600
31.0	Equipment.....	192	175	138
33.0	Investments and loans.....	1		
41.0	Grants, subsidies, and contributions.....	143	140	125
42.0	Insurance claims and indemnities.....	24		
	Total obligations, Soil Conservation Service.....	21,861	20,458	18,228
ALLOTMENT ACCOUNTS				
	Personnel compensation:			
11.1	Permanent positions.....	1,627	1,320	1,017
11.3	Positions other than permanent.....	962	724	591
11.5	Other personnel compensation.....	211	223	150
	Total personnel compensation.....	2,800	2,267	1,758
12.1	Personnel benefits: Civilian employees.....	203	128	97
21.0	Travel and transportation of persons.....	51	43	38
22.0	Transportation of things.....	152	81	75
23.0	Rent, communications, and utilities.....	181	61	62
24.0	Printing and reproduction.....	7	2	2
25.0	Other services.....	1,062	1,033	431
26.0	Supplies and materials.....	755	553	401
31.0	Equipment.....	80	50	50
32.0	Lands and structures.....	472	497	400
33.0	Investments and loans.....	-6		
41.0	Grants, subsidies, and contributions.....	160	156	150
	Subtotal.....	5,917	4,871	3,464
95.0	Quarters and subsistence charges.....	-39	-13	-12
	Total obligations, allotment accounts.....	5,878	4,858	3,452
99.0	Total obligations.....	27,739	25,316	21,680
	Obligations are distributed as follows:			
	Soil Conservation Service.....	21,861	20,458	18,228
	Economic Research Service.....	46	48	48
	Farmers Home Administration.....	164	176	193
	Forest Service.....	5,668	4,634	3,211

Personnel Summary

SOIL CONSERVATION SERVICE				
	Total number of permanent positions.....	691	600	544
	Full-time equivalent of other positions.....	127	120	110
	Average number of all employees.....	810	711	646
	Average GS grade.....	8.3	8.3	8.3
	Average GS salary.....	\$11,189	\$11,247	\$11,291
	Average salary of ungraded positions.....	\$8,361	\$8,505	\$8,538
ALLOTMENT ACCOUNTS				
	Total number of permanent positions.....	179	135	99
	Full-time equivalent of other positions.....	188	144	99
	Average number of all employees.....	351	272	192
	Average GS grade.....	8.1	8.2	8.2
	Average GS salary.....	\$10,804	\$11,062	\$11,205
	Average salary of ungraded positions.....	\$8,415	\$8,523	\$8,523

GREAT PLAINS CONSERVATION PROGRAM

For necessary expenses to carry into effect a program of conservation in the Great Plains area, pursuant to section 16(b) of the Soil Conservation and Domestic Allotment Act, as added by the Act of August 7, 1956, as amended (16 U.S.C. 590p), [\$15,855,000] \$15,593,000, to remain available until expended. (7 U.S.C. 2201-2202; Department of Agriculture and Related Agencies Appropriation Act, 1971.)

Program and Financing (in thousands of dollars)

Identification code 05-20-2268-0-1-354	1970 actual	1971 est.	1972 est.
Program by activities:			
Operating costs: Great Plains Conservation program.....	16,290	16,596	16,380
Unfunded adjustments to total operating costs:			
Depreciation on property.....	-55	-60	-60
Office space occupied without charge.....	-43	-43	-43
Accrued annual leave ¹	-30	-46	10
Total operating cost, funded.....	16,162	16,447	16,287
Capital outlay: Capitalized property.....	30	60	40
Total program cost, funded.....	16,192	16,507	16,327
Change in selected resources ²	-766	-349	-734
10 Total obligations.....	15,426	16,158	15,593
Financing:			
21 Unobligated balance available, start of year.....	-69	-60	
24 Unobligated balance available, end of year.....	60		
Budget authority.....	15,417	16,098	15,593
Budget authority:			
40 Appropriation.....	15,342	15,855	15,593
41 Transferred to other accounts.....		-1	
42 Transferred from other accounts.....	75		
43 Appropriation (adjusted).....	15,417	15,854	15,593
44.20 Proposed supplemental for civilian pay act increases.....		244	
Relation of obligations to outlays:			
71 Obligations incurred, net.....	15,426	16,158	15,593
72 Obligated balance, start of year.....	30,301	29,314	29,074
74 Obligated balance, end of year.....	-29,314	-29,074	-28,325
90 Outlays, excluding pay increase supplemental.....	16,413	16,164	16,332
91.20 Outlays from civilian pay act supplemental.....		234	10

¹ Accrued annual leave as of June 30 is as follows: 1969, \$496 thousand; 1970, \$526 thousand; 1971, \$572 thousand; 1972, \$562 thousand.

² Selected resources as of June 30 as follows: Unpaid undelivered orders, 1969, 29,603 thousand; 1970, 28,837 thousand; 1971, 28,488 thousand; 1972, 27,754 thousand.

This program provides cost-sharing assistance and technical services to participating farmers and ranchers in the development and installation of long-term conservation plans for their land. It is a voluntary program which supplements other conservation programs of the Department in 453 designated counties of 10 Great Plains States. Cost-sharing contracts with individual landowners range from 3 to 10 years.

Plans of conservation operations are made for each farm or ranch as a basis for cost-sharing certain practices. The fundamental purposes of this program are to achieve needed land use adjustments, conservation treatments, and economic stability of each operating unit. The planned work is installed under contract according to specific time schedules.

MAIN WORKLOAD FACTORS

Program participants:	1970 actual	1971 estimate	1972 estimate
New contracts during year.....	3,038	3,125	3,000
Active contracts end of year.....	18,440	18,325	18,000

As of June 30, 1970, there was a backlog of 6,158 unserved applications pending, and a total of 18,440

General and special funds—Continued

GREAT PLAINS CONSERVATION PROGRAM—Continued

farmers and ranchers were cooperating in this cost-share program. Cooperating landowners finance the entire cost of installing recurring management type practices and pay a specified part of the cost-shared practices installed on their land.

Program regulations provide that cost-share rates offered in any contract shall not exceed 80 percent of the cost of installing each eligible practice within the designated county. Cost-sharing varies among practices and between States due to differences in conservation and program needs. Cost-sharing for practices that are primarily to enhance fish and wildlife and recreation resources, to promote the economic use of land, or to reduce or control agricultural related pollution is limited to not more than \$2,500 in any one contract, or one-fourth of the total Federal obligation, whichever is larger. Federal cost-sharing is further limited to \$2,500 for the construction, enlarging, or deepening of any dam, pit, or pond for irrigation water; and to not more than \$2,500 for irrigation practices in any one contract, or one fourth of the total Federal obligation, whichever is larger. There is also a cost-sharing limitation of \$25 thousand for any contract.

Each participant who signs a Great Plains program contract is responsible for implementing his plan of operations; and the Department is committed to furnish the necessary technical help needed for design, layout, and other services. Cooperating land-users are encouraged to make use of other available assistance under local, State and Federal programs as a means of further improving their land and water resources.

Object Classification (in thousands of dollars)

Identification code 05-20-2268-0-1-354	1970 actual	1971 est.	1972 est.
SOIL CONSERVATION SERVICE			
Personnel compensation:			
11.1 Permanent positions.....	3,458	3,716	3,626
11.3 Positions other than permanent....	188	331	322
11.5 Other personnel compensation.....	2	2	2
Total personnel compensation.....	3,648	4,049	3,950
12.1 Personnel benefits: Civilian employees....	311	343	336
21.0 Travel and transportation of persons....	44	47	46
22.0 Transportation of things.....	24	26	25
23.0 Rent, communications, and utilities....	79	83	83
24.0 Printing and reproduction.....	12	11	11
25.0 Other services.....	81	80	79
26.0 Supplies and materials.....	117	125	123
31.0 Equipment.....	60	45	41
41.0 Grants, subsidies, and contributions....	10,953	11,250	10,800
Total obligations, Soil Conservation Service.....	15,329	16,059	15,494
ALLOTMENT ACCOUNTS			
Personnel compensation:			
11.1 Permanent positions.....	9	9	9
11.3 Positions other than permanent....	1	-----	-----
Total personnel compensation.....	10	9	9
12.1 Personnel benefits: Civilian employees....	1	1	1
24.0 Printing and reproduction.....	1	2	2
25.0 Other services.....	85	87	87
Total obligations, allotment accounts.....	97	99	99
99.0 Total obligations.....	15,426	16,158	15,593

Obligations are distributed as follows:

Soil Conservation Service.....	15,329	16,059	15,494
Agricultural Stabilization and Conservation Service.....	79	79	79
Office of Information.....	18	20	20

Personnel Summary

SOIL CONSERVATION SERVICE

Total number of permanent positions.....	341	349	341
Full-time equivalent of other positions.....	33	57	55
Average number of all employees.....	369	405	395
Average GS grade.....	8.3	8.3	8.3
Average GS salary.....	\$11,189	\$11,247	\$11,291
Average salary of ungraded positions.....	\$8,361	\$8,505	\$8,538

ALLOTMENT ACCOUNTS

Total number of permanent positions.....	1	1	1
Average number of all employees.....	1	1	1
Average GS grade.....	8.6	8.6	8.7
Average GS salary.....	\$10,698	\$11,060	\$11,114

RESOURCE CONSERVATION AND DEVELOPMENT

For necessary expenses in planning and carrying out projects for resource conservation and development, and for sound land use, pursuant to the provisions of section 32(e) of title III of the Bankhead-Jones Farm Tenant Act, as amended (7 U.S.C. 1011; 76 Stat. 607), and the provisions of the Act of April 27, 1935 (16 U.S.C. 590a-f), [\$14,276,000] \$14,245,000, to remain available until expended: *Provided*, That \$3,300,000 of the funds available in the direct loan account of the Farmers Home Administration shall be available for loans under subtitle A of the Consolidated Farmers Home Administration Act of 1961, as amended (7 U.S.C. 1922-1929), and section 32(e) of title III of the Bankhead-Jones Farm Tenant Act, as amended (7 U.S.C. 1011(e)), to remain available until expended: *Provided further*, That this appropriation shall be available for field employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$50,000 shall be available for employment under 5 U.S.C. 3109. (7 U.S.C. 2201-2202; Department of Agriculture and Related Agencies Appropriation Act, 1971.)

Program and Financing (in thousands of dollars)

Identification code 05-20-1010-0-1-354	1970 actual	1971 est.	1972 est.
Program by activities:			
Operating costs:			
1. Project investigations and planning.....	682	818	710
2. Resource development and technical services.....	8,257	12,613	13,125
3. Loan services.....	227	316	360
Total operating costs.....	9,166	13,747	14,195
Unfunded adjustments to total operating costs:			
Depreciation on property.....	-75	-90	-100
Office space occupied without charge.....	-107	-117	-127
Accrued annual leave ¹	-52	-55	-63
Total operating costs, funded....	8,932	13,485	13,905
Capital outlay:			
1. Capitalized property.....	100	132	160
2. Loans.....	240	218	-----
Total capital outlay, funded....	340	350	160
Total program costs, funded....	9,272	13,835	14,065
Change in selected resources ²	1,829	1,240	180
10 Total obligations.....	11,101	15,075	14,245
Financing:			
21 Unobligated balance available, start of year.....	-303	-350	-----

22	Unobligated balance transferred from other accounts.....	-327	-----	-----
24	Unobligated balance available, end of year.....	350	-----	-----
	Budget authority.....	10,821	14,725	14,245
	Budget authority:			
40	Appropriation.....	10,825	14,276	14,245
41	Transferred to other accounts.....	-4	-6	-----
43	Appropriation (adjusted).....	10,821	14,270	14,245
44.20	Proposed supplemental for civilian pay act increases.....		455	-----
	Relation of obligations to outlays:			
71	Obligations incurred, net.....	11,101	15,075	14,245
72	Obligated balance, start of year.....	1,879	4,008	6,037
74	Obligated balance, end of year.....	-4,008	-6,037	-6,269
90	Outlays, excluding pay increase supplemental.....	8,972	12,609	13,995
91.20	Outlays from civilian pay act supplemental.....		437	18

¹ Accrued annual leave as of June 30: 1969, \$333 thousand; 1970, \$385 thousand; 1971, \$440 thousand; 1972, \$503 thousand.

² Selected resources as of June 30 are as follows:

	1969	1970	1971	1972
Unpaid undelivered orders.....	840	2,909	4,367	4,547
Undisbursed loans.....	458	218	-----	-----
Total selected resources.....	1,298	3,127	4,367	4,547

The Department cooperates with other Federal agencies, States, local units of government, groups and individuals in developing and carrying out programs and plans for resource conservation and development and shares in the cost of installing planned project measures, when justified as a public need. Loans are provided to qualified local sponsoring organizations when needed to help them finance their share of the cost of certain project measures which are in the public interest. Project measures planned will contribute to improvement in the economy of the area and to needed land use adjustments.

Technical assistance is provided in each project area approved for planning to help sponsoring organizations prepare overall plans for resource conservation and development. Project plans will have been finished and operations begun in 68 areas by June 30, 1971. Project planning will be initiated in 10 areas during 1972 and completed in another 10 areas where planning will be initiated in 1971. The 10 project plans completed in 1972 will bring the number of plans authorized for operations by June 30, 1972, to 78.

Each project authorized for operations is provided technical assistance to help cooperating groups and individuals plan and install land treatment measures; to design and supervise installation of community-type project measures; and, to assist in the preparation of plans for resource development and economic improvement within project areas.

The main workload factors in 1972 include:

(a) Assistance to local sponsors in developing suitable plans.

(b) Operations in 78 project areas for which plans will have been completed.

(c) Acceleration of project measures installation expected to be made possible by additional State and local funds, and through the use of Resource Conservation and Development program technical and financial assistance for eligible erosion and sediment control, flood prevention,

agricultural water management, and public water-based recreation and fish and wildlife measures.

Field work under this program consists primarily of planning, designing, and supervision of installation of project measures and conservation practices, the purpose of which is to develop or improve the economic use of natural resources. This includes outdoor recreation facilities and income-producing enterprises where needed and where consistent with good land use. Investigations, surveys and planning are prerequisite to the operating phase of this program. Financial contributions, loans, and other Federal assistance are used to help plan and install project measures as specified in project plans.

Loans are made to qualified local organizations to help finance their share of the costs of installing project measures. Funds will be available for loans from the direct loan account of the Farmers Home Administration.

Object Classification (in thousands of dollars)

Identification code	05-20-1010-0-1-354	1970 actual	1971 est.	1972 est.
SOIL CONSERVATION SERVICE				
Personnel compensation:				
11.1	Permanent positions.....	5,138	5,868	5,984
11.3	Positions other than permanent.....	275	330	330
11.5	Other personnel compensation.....	17	17	31
	Total personnel compensation.....	5,430	6,215	6,345
12.1	Personnel benefits: Civilian employees.....	476	550	550
21.0	Travel and transportation of persons.....	193	225	300
22.0	Transportation of things.....	47	55	100
23.0	Rent, communications, and utilities.....	184	200	250
24.0	Printing and reproduction.....	77	80	100
25.0	Other services.....	1,178	2,110	2,000
26.0	Supplies and materials.....	201	225	300
31.0	Equipment.....	141	100	150
41.0	Grants, subsidies, and contributions.....	2,013	3,695	2,521
42.0	Insurance claims and indemnities.....	1	1	3
	Total obligations, Soil Conservation Service.....	9,941	13,456	12,619
ALLOTMENT ACCOUNTS				
Personnel compensation:				
11.1	Permanent positions.....	394	464	502
11.3	Positions other than permanent.....	2	10	10
11.8	Special personal service payments.....	1	1	1
	Total personnel compensation.....	397	475	513
12.1	Personnel benefits: Civilian employees.....	34	41	45
21.0	Travel and transportation of persons.....	20	33	37
22.0	Transportation of things.....	1	3	3
23.0	Rent, communications, and utilities.....	8	11	12
24.0	Printing and reproduction.....	2	3	5
25.0	Other services.....	7	35	18
26.0	Supplies and materials.....	1	4	6
31.0	Equipment.....	1	2	3
33.0	Investments and loans.....	-46	-----	-----
41.0	Grants, subsidies, and contributions.....	735	1,012	984
	Total obligations, allotment accounts.....	1,160	1,619	1,626
99.0	Total obligations.....	11,101	15,075	14,245
Obligations are distributed as follows:				
	Soil Conservation Service.....	9,941	13,456	12,619
	Economic Research Service.....	179	202	195
	Federal Extension Service.....	260	350	350
	Farmers Home Administration.....	181	316	360
	Forest Service.....	540	751	721

General and special funds—Continued

RESOURCE CONSERVATION AND DEVELOPMENT—Continued

Personnel Summary

	1970 actual	1971 est.	1972 est.
SOIL CONSERVATION SERVICE			
Total number of permanent positions.....	450	497	507
Full-time equivalent of other positions.....	52	60	60
Average number of all employees.....	495	550	560
Average GS grade.....	8.3	8.3	8.3
Average GS salary.....	\$11,189	\$11,247	\$11,291
Average salary of ungraded positions.....	\$8,361	\$8,505	\$8,538

ALLOTMENT ACCOUNTS

Total number of permanent positions.....	37	36	39
Full-time equivalent of other positions.....	1	2	2
Average number of all employees.....	31	39	42
Average GS grade.....	8.5	8.5	8.5
Average GS salary.....	\$11,212	\$11,193	\$11,174

PLANT MATERIALS CENTER

Program and Financing (in thousands of dollars)

Identification code 05-20-5226-0-2-354	1970 actual	1971 est.	1972 est.
Program by activities:			
Operating costs: Relocation of plant materials center, California, total operating costs, funded.....	7	34	50
Capital outlay: Capitalized property.....	251	304	99
Total program costs, funded.....	258	338	149
Change in selected resources ¹	5	-1	-4
10 Total obligations.....	263	337	145
Financing:			
21 Unobligated balance available, start of year.....		-137	-145
24 Unobligated balance available, end of year.....	137	145	
40 Budget authority (special fund, indefinite).....	400	345	
Relation of obligations to outlays:			
71 Obligations incurred, net.....	263	337	145
72 Obligated balance, start of year.....		4	7
74 Obligated balance, end of year.....	-4	-7	
90 Outlays.....	259	334	152

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1970, \$5 thousand; 1971, \$4 thousand; 1972, \$0.

Public Law 90-85, approved September 11, 1967, authorized the Secretary of Agriculture to convey to the county of Alameda, State of California, by quitclaim deed, for not less than fair market value as determined by independent appraisal, all rights, title, and interest of the United States in and to the Pleasanton Plant Materials Center, situated in Alameda County, Calif.

Section 2 of Public Law 90-85 authorized the Secretary of Agriculture to apply the proceeds of the sale of the Pleasanton Plant Materials Center to the costs of acquiring other lands or interests in land in the State of California which the Secretary deems suitable for a plant materials center to be established as a replacement for the Pleasanton Plant Materials Center, to the cost of construction and alteration of buildings and the development of such other improvements thereon as may be necessary for the establishment of the plant materials center, and

to the costs of removal to such center of the functions of the Pleasanton Plant Materials Center, including the expenses incident to the transfer of personnel, and the removal of equipment, planting stock, and other property.

The Pleasanton Plant Materials Center was sold to the county of Alameda, State of California, on January 20, 1970, for \$745 thousand and an initial payment of \$300 thousand was made to the Soil Conservation Service. The amount of \$100 thousand was made on March 1, 1970, another \$100 thousand was made on October 1, 1970, and the remaining \$245 thousand is to be made on or before January 1, 1971.

A new nursery site to be known as the Lockeford Plant Materials Center was purchased on April 7, 1970, for \$250 thousand. The land has been paid for and some land conditioning has been done. Buildings will be constructed, which are authorized in Public Law 90-85, and nursery stock planted, and employees transferred during fiscal years 1971 and 1972.

Object Classification (in thousands of dollars)

Identification code 05-20-5226-0-2-354	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions.....	3	20	21
11.3 Positions other than permanent.....	1	2	3
Total personnel compensation.....	4	22	24
12.1 Personnel benefits: Civilian employees.....	1	3	2
21.0 Travel and transportation of persons.....	1	2	1
22.0 Transportation of things.....		3	2
23.0 Rent, communications, and utilities.....		1	
25.0 Other services.....		5	
Construction.....		210	
26.0 Supplies and materials.....	1	5	1
31.0 Equipment.....	5	8	
32.0 Lands and structures.....	251	78	115
99.0 Total obligations.....	263	337	145

Personnel Summary

Total number of permanent positions.....	0	0	0
Full-time equivalent of other positions.....	0	0	0
Average number of employees.....		2	2
Average GS grade.....		8.3	8.3
Average GS salary.....		\$11,247	\$11,291

ALLOTMENTS AND ALLOCATIONS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allocations from other accounts are included in the schedules of the parent appropriation, as follows:

Executive: Appalachian Regional Commission, "Appalachian regional development programs."
Commerce: Economic Development Administration, "Development facilities grants."

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

Identification code 05-20-3988-0-4-354	1970 actual	1971 est.	1972 est.
Program by activities:			
Operating costs:			
1. Sale of maps and mosaics.....	885	957	1,045
2. Sale of personal property.....	411	402	415
3. Technical assistance to agricultural conservation program participants.....	7,993	8,500	8,000
4. Soil mechanics testing.....	113	140	160
5. Small watershed project investigations and planning.....	1,411	1,495	1,755

6. Small watershed project works of improvement.....	422	434	610
7. River basin studies.....	248	500	500
8. ADP services.....	32	195	195
9. Technical services to Foreign Economic Development Service.....	30	42	42
10. Technical services to Agency for International Development.....	1, 179	1, 104	1, 104
11. Water Resources Council.....	-----	10	483
12. Soil surveys.....	1, 261	1, 512	2, 125
13. HUD flood insurance studies.....	70	500	438
14. Miscellaneous services to other accounts.....	856	488	270
Total operating costs.....	14, 911	16, 279	17, 142
Unfunded adjustments to total operating costs:			
Depreciation on property.....	-15	-20	-25
Office space occupied without charge.....	-91	-96	-105
Accrued annual leave ¹	-10	-10	6
Total operating costs, funded.....	14, 795	16, 153	17, 018
Capital outlay: Capitalized property.....	308	335	360
Total program costs, funded.....	15, 103	16, 488	17, 378
Change in selected resources ²	116	114	30
10 Total obligations.....	15, 219	16, 602	17, 408
Financing:			
Receipts and reimbursements from:			
11 Federal funds.....	-11, 299	-12, 170	-11, 516
14 Non-Federal sources ³	-3, 920	-4, 432	-5, 892
Budget authority.....	-----	-----	-----
Relation of obligations to outlays:			
71 Obligations incurred, net.....	-----	-----	-----
90 Outlays.....	-----	-----	-----

¹ Accrued annual leave as of June 30, as follows: 1969, \$7 thousand; 1970, \$17 thousand; 1971, \$27 thousand; 1972, \$21 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$736 thousand (1970, adjustments, -\$26 thousand); 1970, \$826 thousand; 1971, \$940 thousand; 1972, \$970 thousand.

³ Reimbursements from non-Federal sources above are from State, county, municipal, and private organizations for soil and water conservation work rendered under cooperative agreements (16 U.S.C. 590a-590f); from Government agencies, farmers or other persons for reproduction of aerial and other photographs, mosaics, and soil, land use, and other maps (7 U.S.C. 1387); from proceeds of sale of personal property (40 U.S.C. 481(c)).

Object Classification (in thousands of dollars)

Identification code 05-20-3988-0-4-354	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions.....	10, 477	10, 498	10, 665
11.3 Positions other than permanent.....	978	1, 802	2, 481
11.5 Other personnel compensation.....	126	143	147
Total personnel compensation.....	11, 581	12, 443	13, 293
12.1 Personnel benefits: Civilian employees.....	912	1, 020	1, 162
21.0 Travel and transportation of persons.....	171	236	204
22.0 Transportation of things.....	45	41	49
23.0 Rent, communications, and utilities.....	256	232	276
24.0 Printing and reproduction.....	41	56	44
25.0 Other services.....	1, 197	1, 377	1, 280
26.0 Supplies and materials.....	447	619	484
31.0 Equipment.....	531	520	574
41.0 Grants, subsidies, and contributions.....	38	58	42
99.0 Total obligations.....	15, 219	16, 602	17, 408

Personnel Summary

Total number of permanent positions.....	1, 192	1, 110	1, 137
Full-time equivalent of other positions.....	153	273	376
Average number of all employees.....	1, 303	1, 376	1, 511
Average GS grade.....	8.3	8.3	8.3
Average GS salary.....	\$11, 189	\$11, 247	\$11, 291
Average salary of ungraded positions.....	\$8, 361	\$8, 505	\$8, 538

Trust Funds

MISCELLANEOUS CONTRIBUTED FUNDS

Program and Financing (in thousands of dollars)

Identification code 05-20-8200-0-7-999	1970 actual	1971 est.	1972 est.
Program by activities:			
Miscellaneous contributed funds (total operating costs).....	1, 326	2, 505	2, 956
Unfunded adjustments to total operating costs:			
Depreciation included above.....	-3	-6	-7
Other costs included above not requiring funds.....	-12	-21	-21
Total program costs, funded.....	1, 311	2, 478	2, 928
Change in selected resources ¹	-277	-25	-----
10 Total obligations.....	1, 034	2, 453	2, 928
Financing:			
21 Unobligated balance available, start of year	-197	-162	-426
24 Unobligated balance available, end of year	162	426	465
60 Budget authority (appropriation) (permanent).....	999	2, 717	2, 967
Relation of obligations to outlays:			
71 Obligations incurred, net.....	1, 034	2, 453	2, 928
72 Obligated balance, start of year.....	623	347	300
74 Obligated balance, end of year.....	-347	-300	-300
90 Outlays.....	1, 310	2, 500	2, 928

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$557 thousand; 1970, \$280 thousand; 1971, \$255 thousand; 1972, \$255 thousand.

Object Classification (in thousands of dollars)

Identification code 05-20-8200-0-7-999	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions.....	625	772	1, 124
11.3 Positions other than permanent.....	45	108	220
11.5 Other personnel compensation.....	4	9	11
Total personnel compensation.....	674	889	1, 355
12.1 Personnel benefits: Civilian employees.....	52	73	111
21.0 Travel and transportation of persons.....	39	93	138
22.0 Transportation of things.....	6	60	89
23.0 Rent, communications, and utilities.....	14	51	76
24.0 Printing and reproduction.....	41	104	155
25.0 Other services.....	19	128	190
Construction.....	177	891	572
26.0 Supplies and materials.....	7	44	65
41.0 Grants, subsidies, and contributions.....	-4	80	119
44.0 Refunds.....	9	40	58
99.0 Total obligations.....	1, 034	2, 453	2, 928

Personnel Summary

Total number of permanent positions.....	57	68	100
Full-time equivalent of other positions.....	10	22	45
Average number of all employees.....	65	89	143
Average GS grade.....	8.3	8.3	8.3
Average GS salary.....	\$11, 189	\$11, 247	\$11, 291
Average salary of ungraded positions.....	\$8, 361	\$8, 505	\$8, 538

ECONOMIC RESEARCH SERVICE

Federal Funds

General and special funds:

SALARIES AND EXPENSES

For necessary expenses of the Economic Research Service in conducting economic research and service relating to agricultural

General and special funds—Continued

SALARIES AND EXPENSES—Continued

production, marketing, and distribution, as authorized by the Agricultural Marketing Act of 1946 (7 U.S.C. 1621-1627), and other laws, including economics of marketing; analyses relating to farm prices, income and population, and demand for farm products, use of resources in agriculture, adjustments, costs and returns in farming, and farm finance; and for analyses of supply and demand for farm products in foreign countries and their effect on prospects for United States exports, progress in economic development and its relation to sales of farm products, assembly and analysis of agricultural trade statistics and analysis of international financial and monetary programs and policies as they affect the competitive position of United States farm products; [\$14,926,000] \$15,413,000: *Provided*, That not less than \$350,000 of the funds contained in this appropriation shall be available to continue to gather statistics and conduct a special study on the price spread between the farmer and consumer: *Provided further*, That this appropriation shall be available for employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$75,000 shall be available for employment under 5 U.S.C. 3109: *Provided further*, That not less than \$145,000 of the funds contained in this appropriation shall be available for analysis of statistics and related facts on foreign production and full and complete information on methods used by other countries to move farm commodities in world trade on a competitive basis. (7 U.S.C. 411, 1761-1768, 2201, 2202; 42 U.S.C. 1891-1893; Department of Agriculture and Related Agencies Appropriation Act, 1971).

Program and Financing (in thousands of dollars)

Identification code 05-24-1700-0-1-355	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Farm economics.....	6,854	7,140	7,036
2. Marketing economics.....	3,774	3,940	3,787
3. Domestic and foreign economic analysis.....	4,001	4,593	4,590
Total program costs, funded 1.....	14,629	15,673	15,413
Change in selected resources 2.....	252	-----	-----
10 Total obligations.....	14,881	15,673	15,413
Financing:			
25 Unobligated balance lapsing.....	81	-----	-----
Budget authority.....	14,962	15,673	15,413
Budget authority:			
40 Appropriation.....	14,592	14,926	15,413
41 Transferred to other accounts.....	-----	-78	-----
42 Transferred from other accounts.....	370	-----	-----
43 Appropriation (adjusted).....	14,962	14,848	15,413
44.20 Proposed supplemental for civilian pay act increases.....	-----	825	-----
Relation of obligations to outlays:			
71 Obligations incurred, net.....	14,881	15,673	15,413
72 Obligated balance, start of year....	1,737	790	1,277
74 Obligated balance, end of year.....	-790	-1,277	-1,764
77 Adjustments in expired accounts.....	-130	-----	-----
90 Outlays, excluding pay increase supplemental.....	15,698	14,403	14,884
91.20 Outlays from civilian pay act supplemental.....	-----	783	42

¹ Includes capital outlay as follows: 1970, \$43 thousand; 1971, \$43 thousand; 1972, \$43 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$703 thousand (1970 adjustments, -\$130 thousand); 1970, \$825 thousand; 1971, \$825 thousand; 1972, \$825 thousand.

Agricultural economics research in the Department is administered by the Service. The results of the research program are relied upon by (a) producers, dealers, importers and exporters as aids in planning the most profitable adjustments in their operations, (b) Government agencies in formulating and administering agricultural

programs, and (c) Congress in considering agricultural legislation.

1. *Farm economics.*—Research is conducted to measure, appraise, and analyze on a continuing basis, economic changes that occur in farming and in the use of human and natural rural resources and to indicate needed adjustments.

Research on the economics of farm production includes the economics of organization and management of farms; adjustments of production to prospective demands and changing technologies; appraisals of costs and returns on farms representative of important types, sizes, and locations, and the appraisal of costs of producing important commodities; development of measures of farm output and productivity; problems of farm size and capital requirements; financing of farm enterprises; and appraisal of alternative agricultural production policies and programs.

Natural resources economics is concerned with the economics of use, conservation, development, management, and control of natural resources and their relationship to economic activity. It includes economic analysis of land and water resources, resource institutions, and the economic and social conditions affecting use of resources.

Economic development is focused upon the well-being and opportunities of rural people. It includes a broad research program on economic development of rural areas, opportunities and employment of rural people and factors affecting them, including local governments and other organizations. Special attention is given to the poor who are found in heavy concentrations among rural people.

2. *Marketing economics.*—This activity covers economic aspects of marketing farm products, including the nature of farmers' bargaining power; potentials for new products and new uses; market structure, performance costs and margins; the economic effects of school feeding, food stamp, and direct food distribution programs.

3. *Domestic and foreign economic analysis.*—Domestic economic analysis is concerned with identifying, measuring, and analyzing: (1) the factors affecting demand, supply, and price of agricultural commodities; (2) relationships between agriculture and the national economy; (3) farm income and the income of the farm population; (4) demand for and consumption of farm products; (5) long-term projections of economic growth and demand for farm products; and (6) historical developments in the policies, programs, and organization of the Department.

Foreign economic analysis includes trade studies and investigation of supply-demand relationships. The trade and market studies focus on the problems of developing foreign markets and the effect of these developments on U.S. agricultural production. Research is carried on for more than 100 countries around the world, focusing on the forces affecting supply, demand, and trade in farm products, and their impact on U.S. agricultural exports.

Object Classification (in thousands of dollars)

Identification code 05-24-1700-0-1-355	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions.....	11,088	11,314	11,140
11.3 Positions other than permanent.....	225	224	192
11.5 Other personnel compensation.....	13	13	13
Total personnel compensation.....	11,326	11,551	11,345
12.1 Personnel benefits: Civilian employees.....	907	970	954
21.0 Travel and transportation of persons.....	281	328	328
22.0 Transportation of things.....	17	32	31

23.0	Rent, communications, and utilities	398	333	328
24.0	Printing and reproduction	240	301	296
25.0	Other services	1,492	1,957	1,933
26.0	Supplies and materials	51	60	59
31.0	Equipment	169	141	139
99.0	Total obligations	14,881	15,673	15,413

Personnel Summary

Total number of permanent positions	944	932	918
Full-time equivalent of other positions	31	30	25
Average number of all employees	869	859	844
Average GS grade	9.9	9.9	9.9
Average GS salary	\$13,856	\$13,931	\$13,974

ALLOCATIONS AND ALLOTMENTS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allocations and allotments from other accounts are included in the schedules of the parent appropriations, as follows:

Agriculture: Soil Conservation Service:
 "Watershed Planning,"
 "Watershed Works of Improvement,"
 "Flood Prevention,"
 "Resource Conservation and Development,"
 "River Basin Surveys and Investigations,"
 "Great Plains Conservation Program."

Intragovernmental funds:**ADVANCES AND REIMBURSEMENTS****Program and Financing (in thousands of dollars)**

Identification code 05-24-3917-0-4-355	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Economic research:			
(a) Agriculture	378	596	596
(b) Other agencies	604	331	331
2. Agency for International Development (Funds appropriated to the President)	887	783	783
10 Total program costs, funded—obligations	1,869	1,710	1,710
Financing:			
11 Receipts and reimbursements from: Federal funds	-1,869	-1,710	-1,710
Budget authority			
Relation of obligations to outlays:			
71 Obligations incurred, net			
90 Outlays			

Object Classification (in thousands of dollars)

Personnel compensation:			
11.1 Permanent positions	1,309	1,393	1,393
11.3 Positions other than permanent	130	3	3
11.5 Other personnel compensation	2		
Total personnel compensation	1,441	1,396	1,396
12.1 Personnel benefits: Civilian employees	110	112	112
21.0 Travel and transportation of persons	51	60	60
22.0 Transportation of things	9	12	12
23.0 Rent, communications, and utilities	4	1	1
24.0 Printing and reproduction	20	3	3
25.0 Other services	227	124	124
26.0 Supplies and materials	4	2	2
42.0 Insurance claims and indemnities	4		
99.0 Total obligations	1,869	1,710	1,710

Personnel Summary

Total number of permanent positions	70	56	56
Full-time equivalent of other positions	7	0	0

Average number of all employees	77	73	73
Average GS grade	9.9	9.9	9.9
Average GS salary	\$13,856	\$13,931	\$13,974

Trust Funds**MISCELLANEOUS CONTRIBUTED FUNDS****Program and Financing (in thousands of dollars)**

Identification code 05-24-8200-0-7-355	1970 actual	1971 est.	1972 est.
Program by activities:			
Miscellaneous contributed funds (program costs, funded)	63	15	15
Change in selected resources ¹	-40		
10 Total obligations	23	15	15
Financing:			
21 Unobligated balance available, start of year	-3		
60 Budget authority (appropriation)	21	15	15
Relation of obligations to outlays:			
71 Obligations incurred, net	23	15	15
72 Obligated balance, start of year	67		
90 Outlays	90	15	15

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$40 thousand; 1970, \$0; 1971, \$0; 1972, \$0.

Miscellaneous funds received from States, local organizations, and others are available for economic research and analysis under cooperative agreements (7 U.S.C. 450b and 450h).

Object Classification (in thousands of dollars)

Identification code 05-24-8200-0-7-355	1970 actual	1971 est.	1972 est.
11.1 Personnel compensation: Permanent positions	21	14	14
12.1 Personnel benefits: Civilian employees	2	1	1
99.0 Total obligations	23	15	15

Personnel Summary

Total number of permanent positions	2	2	2
Average number of all employees	2	2	2
Average GS grade	9.9	9.9	9.9
Average GS salary	\$13,856	\$13,931	\$13,974

STATISTICAL REPORTING SERVICE**Federal Funds****General and special funds:****SALARIES AND EXPENSES**

For necessary expenses of the Statistical Reporting Service in conducting statistical reporting and service work, including crop and livestock estimates, statistical coordination and improvements, and marketing surveys, as authorized by the Agricultural Marketing Act of 1946 (7 U.S.C. 1621-1627) and other laws, [\$17,796,800] \$18,857,800: *Provided*, That no part of the funds herein appropriated shall be available for any expense incident to publishing estimates of apple production for other than the commercial crop: *Provided further*, That this appropriation shall be available for employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$40,000 shall be available for employment under 5 U.S.C. 3109. (7 U.S.C. 411, 411a, 411b, 471, 475, 501, 951, 953, 955-957, 2201, 2202, 2248; 42 U.S.C. 1891-1893; Department of Agriculture and Related Agencies Appropriation Act, 1971.)

General and special funds—Continued

SALARIES AND EXPENSES—Continued

Program and Financing (in thousands of dollars)

Identification code 05-28-1800-0-1-355	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Crop and livestock estimates	15,821	17,879	18,099
2. Statistical research and service	796	759	759
Total program costs, funded ¹	16,617	18,638	18,858
Change in selected resources ²	235	-----	-----
10 Total obligations	16,852	18,638	18,858
Financing:			
25 Unobligated balance lapsing	40	-----	-----
Budget authority	16,892	18,638	18,858
Budget authority:			
40 Appropriation	16,529	17,797	18,858
41 Transferred to other accounts	—1	—5	-----
42 Transferred from other accounts	364	-----	-----
43 Appropriation (adjusted)	16,892	17,792	18,858
44.20 Proposed supplemental for civilian pay act increases	-----	846	-----
Relation of obligations to outlays:			
71 Obligations incurred, net	16,852	18,638	18,858
72 Obligated balance, start of year	745	293	526
74 Obligated balance, end of year	—293	—526	—824
77 Adjustments in expired accounts	—60	-----	-----
90 Outlays, excluding pay increase supplemental	17,244	17,599	18,520
91.20 Outlays from civilian pay act supplemental	-----	806	40

¹ Includes capital outlay as follows: 1970, \$117 thousand; 1971, \$0; 1972, \$0.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$461 thousand (1970 adjustment, —\$60 thousand); 1970, \$636 thousand; 1971, \$636 thousand; 1972, \$636 thousand.

The Service administers the Department's programs of crop and livestock estimates and statistical research and service. Statistical and economic data developed by the Service on food and agriculture are essential to farmers, processors, and handlers in making production and marketing decisions. It also helps legislators, administrators, and others concerned with developing and administering agricultural programs. Further, data provided by the Service is basic to economic research and analysis and other agricultural research programs.

1. *Crop and livestock estimates.*—The Service provides the official national estimates of acreage, yield, and production of crops; stocks and value of farm commodities; and numbers and inventory value of livestock items. Data on approximately 150 crop and livestock products are covered in some 600 reports issued each year. Data collected and published on prices paid and received by farmers are basic to computation of parity prices.

The work of the Service is conducted through 44 State offices serving 50 States; most of these offices are operated as joint State and Federal services. Cooperative arrangements with State agencies provide much additional State and county data; Federal funds are not available for collection and publication of this data. During 1970, cooperating States expended an estimated \$3.2 million of their own funds on such associated State programs.

A comparison of activities in 1969 and 1970, including work performed under cooperative arrangements, follows:

	1969 actual	1970 actual
Separate mailings of inquiry forms, average per field office	421	419
Total questionnaires handled:		
Number distributed	9,150,000	8,550,000
Number of returns tabulated	2,760,000	2,759,000
Number of objective survey contacts (measurements and interviews)	282,000	266,000
Number of official reports issued, all offices	10,500	10,200
Copies of reports distributed	16,273,000	15,843,000
Copies of publications distributed	2,466,000	2,265,000
Special requests for information answered by field offices	75,600	85,100

2. *Statistical research and service.*—This work includes review of all statistical forms, survey plans, and reporting and recordkeeping requirements originating in the Department which require Office of Management and Budget approval; liaison within the Department and with other agencies for coordination of statistics; research on and development of sampling, forecasting, and other basic statistical techniques and methods to improve the crop and livestock estimates of the Department; provision of technical consulting services on new or improved statistical techniques to other agencies of the Department; use of and consultation on automatic data processing, to develop and adapt this technology to the improvement of the accuracy and timeliness of crop and livestock estimates; and conduct of special surveys relating to the marketing of agricultural products. A comparison of activity in 1969 and 1970 is as follows:

	1969 actual	1970 actual
Statistical forms-reports (Federal Reports Act): Departmental clearance and review for submission to Office of Management Budget	543	423
Improvement of crop and livestock estimating methods:		
Number of research projects	11	11
Special surveys: Number of research projects	6	8

Object Classification (in thousands of dollars)

Identification code 05-28-1800-0-1-355	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions	10,437	10,702	10,701
11.3 Positions other than permanent	1,168	1,702	1,703
11.5 Other personnel compensation	332	328	328
Total personnel compensation	11,937	12,732	12,732
12.1 Personnel benefits: Civilian employees	1,047	1,090	1,091
21.0 Travel and transportation of persons	1,121	1,575	1,575
22.0 Transportation of things	96	66	65
23.0 Rent, communications, and utilities	1,509	1,644	1,865
24.0 Printing and reproduction	365	404	404
25.0 Other services	378	702	701
26.0 Supplies and materials	191	236	236
31.0 Equipment	208	189	189
99.0 Total obligations	16,852	18,638	18,858

Personnel Summary

Total number of permanent positions	1,132	1,149	1,165
Full-time equivalent of other positions	213	297	297
Average number of all employees	1,241	1,337	1,337
Average GS grade	7.5	7.5	7.6
Average GS salary	\$10,469	\$10,508	\$10,631

Intragovernmental funds:**ADVANCES AND REIMBURSEMENTS****Program and Financing** (in thousands of dollars)

Identification code 05-28-3918-0-4-355	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Statistical and tabulating services:			
Agriculture.....	2,771	2,712	2,712
Other agencies.....	933	1,872	1,872
2. Agency for International Development (Funds appropriated to the President).....	217	216	216
10 Total program costs—obligations.....	3,921	4,800	4,800
Financing:			
Receipts and reimbursements from:			
11 Federal funds.....	-3,880	-4,695	-4,695
14 Non-Federal sources ¹	-41	-105	-105
Budget authority			
Relation of obligations to outlays:			
71 Obligations incurred, net.....			
90 Outlays.....			

¹ Reimbursements from non-Federal sources are derived from the sale of personal property being replaced (40 U.S.C. 481(c)), and from cooperating State departments of agriculture (7 U.S.C. 1624).

Object Classification (in thousands of dollars)

Identification code 05-28-3918-0-4-355	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions.....	1,505	1,932	1,932
11.3 Positions other than permanent.....	105	115	115
11.5 Other personnel compensation.....	103	110	110
Total personnel compensation.....	1,713	2,157	2,157
12.1 Personnel benefits: Civilian employees.....	130	173	173
21.0 Travel and transportation of persons.....	67	75	75
22.0 Transportation of things.....	14	20	20
23.0 Rent, communications, and utilities.....	1,472	1,747	1,747
24.0 Printing and reproduction.....	17	20	20
25.0 Other services.....	409	498	498
26.0 Supplies and materials.....	99	110	110
99.0 Total obligations.....	3,921	4,800	4,800

Personnel Summary

Total number of permanent positions.....	179	189	189
Full-time equivalent of other positions.....	30	30	30
Average number of all employees.....	177	206	206
Average GS grade.....	7.5	7.5	7.6
Average GS salary.....	\$10,469	\$10,508	\$10,631

Trust Funds**MISCELLANEOUS CONTRIBUTED FUNDS****Program and Financing** (in thousands of dollars)

Identification code 05-28-8200-0-7-355	1970 actual	1971 est.	1972 est.
Program by activities:			
10 Miscellaneous contributed funds (costs—obligations).....	9	23	20
Financing:			
21 Unobligated balance available, start of year.....	-3	-3	
24 Unobligated balance available, end of year.....	3		
60 Budget authority (appropriation) (permanent).....	9	20	20

Relation of obligations to outlays:

71 Obligations incurred, net.....	9	23	20
72 Obligated balance, start of year.....			3
74 Obligated balance, end of year.....		-3	-3
90 Outlays.....	9	20	20

Miscellaneous funds received from States, local organizations, and others are available for crop and livestock survey work under cooperative agreements (7 U.S.C. 450b, 450h).

Object Classification (in thousands of dollars)

Identification code 05-28-8200-0-7-355	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions.....	7	18	16
11.3 Positions other than permanent.....	1	2	2
Total personnel compensation.....	8	20	18
12.1 Personnel benefits: Civilian employees.....	1	3	2
99.0 Total obligations.....	9	23	20

Personnel Summary

Total number of permanent positions.....	1	1	1
Average number of all employees.....	1	2	2
Average GS grade.....	7.5	7.5	7.6
Average GS salary.....	\$10,469	\$10,508	\$10,631

CONSUMER AND MARKETING SERVICE**Federal Funds****General and special funds:****CONSUMER PROTECTIVE, MARKETING, AND REGULATORY PROGRAMS**

For expenses necessary to carry on services related to consumer protection, agricultural marketing and distribution, and regulatory programs, other than Packers and Stockyards Act, as authorized by law, and for administration and coordination of payments to States; including field employment pursuant to section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$75,000 for employment under 5 U.S.C. 3109; **[\$149,247,000] \$171,158,000: Provided,** That this appropriation shall be available pursuant to law (7 U.S.C. 2250) for the alteration and repair of buildings and improvements, but, unless otherwise provided, the cost of altering any one building during the fiscal year shall not exceed \$7,500 or 7.5 per centum of the cost of the building, whichever is greater. (7 U.S.C. 51-65, 71-87, 91-99, 241-273, 394, 396, 414a, 415b-d, 423, 440, 450, 450b, 471-476, 501-508, 511-511q, 516-517, 581-590, 591-599, 1291, 1379c, 1551-1610, 1621-1627, 1901-1906, 2101-2118, 2201-2202, 2220, 2248, 2259, 2301-2306; 15 U.S.C. 714-714p; 21 U.S.C. 95, 98, 451-469, 601-611, 615-624, 641-645, 661, 671-680; 26 U.S.C. 4817, 4851-4854, 4861-4865, 4871-4877, 6001, 6804, 7233, 7235(c), 7263, 7492-7493, 7701; 31 U.S.C. 725a, 725d; Department of Agriculture and Related Agencies Appropriation Act, 1971.)

Program and Financing (in thousands of dollars)

Identification code 05-32-2500-0-1-355	1970 actual	1971 est.	1972 est.
Program by activities:			
Direct program:			
1. Market news service.....	7,495	7,883	7,881
2. Inspection, grading, classing, and standardization:			
(a) Meat inspection.....	82,986	94,439	99,449
(b) Poultry inspection.....	31,058	35,771	42,406
(c) All other.....	12,581	15,056	18,438
3. Regulatory activities.....	5,064	5,467	5,767
4. Administration and coordination of State payments.....	111	119	119

General and special funds—Continued

CONSUMER PROTECTIVE, MARKETING, AND REGULATORY
PROGRAMS—Continued

Program and Financing (in thousands of dollars)—Continued

Identification code 05-32-2500-0-1-355	1970 actual	1971 est.	1972 est.
Program by activities—Continued			
Total direct program costs, funded ¹	139,295	158,735	174,060
Change in selected resources ²	455	-----	-----
Total direct obligations	139,750	158,735	174,060
Reimbursable program:			
2. Inspection, grading, classing, and standardization (obligations) ³	2,875	2,742	2,742
10 Total obligations	142,625	161,497	176,802
Financing:			
Receipts and reimbursements from:			
Federal funds:			
11 Limitation on administrative expenses, Commodity Credit Corporation	-2,526	-2,677	-2,677
Commodity Credit Corporation funds for:			
Grading and classing agricultural commodities	-1,800	-1,542	-1,542
Warehouse examination	-203	-225	-225
14 Non-Federal sources ⁴	-1,149	-1,300	-1,300
17 Recovery of prior year obligations	-3	-----	-----
21 Unobligated balance available, start of year	-178	-255	-355
24 Unobligated balance available, end of year	255	355	455
25 Unobligated balance lapsing	896	-----	-----
Budget authority	137,917	155,833	171,158
Budget authority:			
40 Appropriation	138,845	149,247	171,158
41 Transferred to other accounts	-928	-164	-----
43 Appropriation (adjusted)	137,917	149,083	171,158
44.20 Proposed supplemental for civilian pay act increases	-----	6,750	-----
Relation of obligations to outlays:			
71 Obligations incurred, net	136,944	155,733	171,058
72 Obligated balance, start of year	4,939	4,486	5,380
74 Obligated balance, end of year	-4,486	-5,380	-6,730
77 Adjustments in expired accounts	-517	-----	-----
90 Outlays, excluding pay increase supplemental	136,880	148,214	169,583
91.20 Outlays from civilian pay act supplemental	-----	6,625	125

¹ Includes capital outlay as follows: 1970, \$374 thousand; 1971, \$395 thousand; 1972, \$395 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$402 thousand (1970 adjustments, -\$517 thousand); 1970, \$341 thousand; 1971, \$341 thousand; 1972, \$341 thousand.

³ Includes capital outlay as follows: 1970, \$5 thousand; 1971, \$5 thousand; 1972, \$5 thousand.

⁴ Receipts from appeal inspections on grain (21 U.S.C. 468; 7 U.S.C. 78).

These activities provide consumer protection through inspection for wholesomeness of meat and poultry products. They assist producers and handlers of agricultural commodities through various marketing and regulatory services. These services continue to expand and become more complex as the volume of agricultural commodities increases, as a greater number of new processed commodities are developed, and as the market structure undergoes dramatic changes. These marketing changes include increased concentration in food retailing, direct buying, decentralization of processing, growth of interregional

competition, vertical integration, and contract farming. The individual activities include:

1. *Market news service.*—This service provides current information on supply, movement, and prices at specific markets for practically all agricultural commodities. The information is collected and disseminated at year-round and seasonal offices maintained in more than 140 cities and towns, often with local and other support and cooperation, generally from State departments of agriculture. Dissemination is made primarily by radio, television, and mimeographed reports. The volume of work performed is indicated by examples given in the following table:

MARKET NEWS SERVICE

States covered by cooperative agreement	1968 actual	1969 actual	1970 actual
-----	43	43	43
Field offices:			
Year-round	179	176	172
Seasonal	42	43	40
Buyers and sellers interviewed	17,997	18,309	17,073
Mimeographed releases to growers, shippers, and others	21,176,021	21,147,160	19,200,918
Names on mailing list	205,483	207,479	197,610

2. *Inspection, grading, classing, and standardization.*—
(a) *Meat inspection.*—Federal meat inspection is required for all meat and meat products moving in interstate and foreign commerce to assure a clean and wholesome meat supply for human consumption, free from adulteration, and truthfully labeled. Also, since December 15, 1970, all meat and meat products moving in intrastate commerce must be federally inspected or inspected by States to standards at least equal to the Federal. The work includes inspection of animals, carcasses, meat, and meat-food products at various stages of handling and processing. Measures are enforced to assure informative labeling, and that meats imported or exported are inspected. The Federal program also provides financial and technical assistance to States for improving the quality of their inspection programs.

The estimates for 1972 include increases to provide for inspection of additional plants.

The volume of inspections and examinations is indicated by examples given in the following table:

MEAT INSPECTION

	1969 actual	1970 estimate	1971 estimate	1972 estimate
Number of establishments covered	3,178	3,330	3,626	4,222
Post mortem inspection (thousands)	121,751	118,144	119,989	120,995
Animals and carcasses condemned (thousands)	275	312	360	400
Inspection of processed meat and meat-food products (million pounds)	45,177	44,883	46,500	48,922

(b) *Poultry inspection.*—Inspection of poultry meat and poultry meat products for wholesomeness is provided pursuant to the Poultry Products Inspection Act of 1957, as amended. All poultry processed in plants shipping in interstate or foreign commerce is required to be inspected both before and after slaughter. Birds found to be unfit for human consumption are condemned and removed from channels of trade. The Federal program also provides financial and technical assistance to States for improving the quality of their inspection programs.

The increase for 1972 provides for inspection of an anticipated increased volume of poultry and poultry products. The volume of work performed is indicated by examples given in the following table:

POULTRY INSPECTION

	1970 actual	1971 estimate	1972 estimate
Billion pounds to be inspected	23.8	25.5	27.1
Plants under inspection	1,091	1,294	1,389
Operating lines under inspection, June 30	1,706	1,775	1,915

(c) *All other (inspection, grading, classing, and standardization).*—Nationally uniform standards of quality for agricultural products are established and applied to specific lots of products to: Promote confidence between buyers and sellers; reduce hazards in marketing due to misunderstandings and disputes arising from the use of nonstandard descriptions; encourage better preparation of uniform quality products for market; and furnish consumers with more definite information on the quality of products they buy. The standards are applied by or under the supervision of Federal employees at the request of any interested party, and generally for a fee. Approximately 78% of the total cost of this work was offset by fees and other revenue in 1970.

An increase of \$3,387 thousand is being proposed in 1972 for inspection of egg products. The volume of work performed is indicated by examples given in the following tables:

STANDARDIZATION ACTIVITIES

	1968 actual	1969 actual	1970 actual
Grade standards in effect.....	568	581	601
Number of commodities covered.....	314	318	319

INSPECTION, GRADING, AND CLASSING ACTIVITIES UNDER APPROPRIATED FUNDS

	1970 actual	1971 estimate	1972 estimate
Cotton classing by Federal employees (samples).....	11,456,697	13,100,000	13,100,000
Grain inspections by licensees.....	2,909,731	3,000,000	3,000,000
Volume inspected (thousand tons)....	205,726	215,000	220,000
Tobacco auction markets.....	176	176	176
Volume inspected at markets (million pounds).....	2,072	2,063	2,058
Sets of buyers.....	234	234	234

3. *Regulatory activities.*—These include the administration of regulatory laws such as the U.S. Warehouse and Federal Seed Acts to assure fairplay in the marketplace, to protect producers and handlers of agricultural commodities from financial loss due to careless or fraudulent marketing practices, and to preserve free and open competition in the marketing of farm products. Assistance is also provided to farmers and others in obtaining and maintaining equitable and reasonable transportation rates and services on farm products and supplies. The Cotton Research and Promotion Act is designed to improve the competitive position and expand markets for cotton through a program of self-assessment by cotton producers. The Service also administers the Wheat Research and Promotion Act, the Agricultural Fair Practices Act of 1967, and the Plant Variety Protection Act.

The volume of work performed is indicated by examples given in the following table:

REGULATORY ACTIVITIES

	1970 actual	1971 estimate	1972 estimate
Warehouse Act:			
Number of licensed warehouses.....	1,725	1,773	1,798
Capacity of licensed warehouses:			
Grain (million bushels).....	1,781	1,843	1,871
Cotton (million bales).....	14.6	15.1	15.3
Average number supervisory inspections per warehouse:			
Grain.....	1.85	2.2	2.2
Cotton.....	3.04	2.2	2.2
Seed Act:			
Import actions.....	9,298	10,000	10,000
Interstate investigations:			
Completed.....	678	750	750
Pending.....	512	512	512
Seed samples tested.....	13,036	13,500	13,500

Transportation services:			
Formal litigation.....	43	36	41
Informal negotiations.....	29	35	40

4. *Administration and coordination of State payments.*—This project covers Federal activity required in administering and coordinating the marketing service work performed by the States and financed jointly by State funds and Federal funds provided by the appropriation, Payments to States and possessions. In 1970 this work was carried on in 44 States and 150 work projects.

Object Classification (in thousands of dollars)

Identification code 05-32-2500-0-1-355	1970 actual	1971 est.	1972 est.
Direct obligations:			
Personnel compensation:			
11.1 Permanent positions.....	88,960	97,460	107,890
11.3 Positions other than permanent.....	6,541	7,986	7,986
11.5 Other personnel compensation.....	1,340	1,239	1,239
11.8 Special personal service payments.....		1	1
Total personnel compensation.....	96,841	106,686	117,116
12.1 Personnel benefits: Civilian employees.....	7,930	9,356	10,243
13.0 Benefits for former personnel.....	16	6	6
21.0 Travel and transportation of persons.....	6,675	7,679	8,942
22.0 Transportation of things.....	608	1,046	1,506
23.0 Rent, communications, and utilities.....	3,069	3,252	3,622
24.0 Printing and reproduction.....	595	587	772
25.0 Other services.....	3,631	4,386	5,823
26.0 Supplies and materials.....	729	827	996
31.0 Equipment.....	439	482	606
41.0 Grants, subsidies, and contributions.....	19,200	24,414	24,414
42.0 Insurance claims and indemnities.....	17	14	14
Total direct obligations.....	139,750	158,735	174,060
Reimbursable obligations:			
Personnel compensation:			
11.1 Permanent positions.....	1,453	1,179	1,179
11.3 Positions other than permanent.....	621	849	849
11.5 Other personnel compensation.....	138	121	121
Total personnel compensation.....	2,212	2,149	2,149
12.1 Personnel benefits: Civilian employees.....	158	143	143
13.0 Benefits for former personnel.....	3	3	3
21.0 Travel and transportation of persons.....	224	240	240
22.0 Transportation of things.....	84	72	72
23.0 Rent, communications, and utilities.....	108	55	55
24.0 Printing and reproduction.....	8	5	5
25.0 Other services.....	47	48	48
26.0 Supplies and materials.....	18	15	15
31.0 Equipment.....	12	12	12
42.0 Insurance claims and indemnities.....	1		
Total reimbursable obligations.....	2,875	2,742	2,742
99.0 Total obligations.....	142,625	161,477	176,802

Personnel Summary

Total number of permanent positions.....	9,508	10,583	11,864
Full-time equivalent of other positions.....	885	1,081	1,081
Average number of all employees.....	9,446	10,215	11,335
Average GS grade.....	8.2	8.3	8.3
Average GS salary.....	\$10,730	\$10,947	\$10,714
Reimbursable obligations:			
Total number of permanent positions.....	130	100	100
Full-time equivalent of other positions.....	88	86	86
Average number of all employees.....	220	188	188
Average GS grade.....	8.2	8.3	8.3
Average GS salary.....	\$10,730	\$10,947	\$10,714

General and special funds—Continued

Proposed for separate transmittal, existing legislation:

CONSUMER PROTECTIVE, MARKETING, AND REGULATORY PROGRAMS

Program and Financing (in thousands of dollars)

Identification code	05-32-2500-1-1-355	1970 actual	1971 est.	1972 est.
Program by activities:				
10	Inspection, grading, classing, and standardization; Poultry inspection (costs—obligations)-----		2,464	
Financing:				
40	Budget authority (proposed supplemental appropriation)-----		2,464	
Relation of obligations to outlays:				
71	Obligations incurred, net-----		2,464	
90	Outlays-----		2,464	

The supplemental appropriation will provide \$2,464 thousand to meet the increased workload for poultry inspection.

PAYMENTS TO STATES AND POSSESSIONS

For payments to departments of agriculture, bureaus and departments of markets, and similar agencies for marketing activities under section 204(b) of the Agricultural Marketing Act of 1946 (7 U.S.C. 1623(b)), **[\$1,675,000]** \$1,600,000. (*Department of Agriculture and Related Agencies Appropriation Act, 1971.*)

Program and Financing (in thousands of dollars)

Identification code	05-32-2501-0-1-355	1970 actual	1971 est.	1972 est.
Program by activities:				
10	Payment for marketing service work (sec. 204(b) of the Agricultural Marketing Act of 1946) (costs—obligations) (object class 41.0)-----	1,600	1,675	1,600
Financing:				
40	Budget authority (appropriation)-----	1,600	1,675	1,600
Relation of obligations to outlays:				
71	Obligations incurred, net-----	1,600	1,675	1,600
90	Outlays-----	1,600	1,675	1,600

Payments are made on a matching fund basis to State marketing agencies for carrying out specifically approved marketing service programs designed to bring about improved marketing. Under this activity, marketing specialists work with farmers, marketing firms, and agencies in solving marketing problems and in utilizing marketing research results.

This program covers such projects as: Methods of maintaining and improving the quality of products; ways of reducing marketing costs; expanding outlets for surplus products; collecting and disseminating special State and local market information and statistics; and improving the organizational structure of the marketing system. Through this cooperative approach, the Federal Government's leadership and money are coupled with State resources and experience to aid in the solution of the most urgent local and area marketing problems.

STATE PAYMENTS ACTIVITY

Activity	1969 actual	1970 actual	1971 estimate
Number of States participating-----	44	44	44
Number of projects-----	166	150	142

REMOVAL OF SURPLUS AGRICULTURAL COMMODITIES
(SECTION 32)

Funds available under section 32 of the Act of August 24, 1935 (7 U.S.C. 612c) shall be used only for commodity program expenses as authorized therein, and other related operating expenses, except for (1) transfers to the Department of Commerce as authorized by the Fish and Wildlife Act of August 8, 1956; (2) transfers otherwise provided in this Act; (3) not more than **[\$3,084,000]** \$3,233,000 for formulation and administration of marketing agreements and orders pursuant to the Agricultural Marketing Agreement Act of 1937, as amended, and the Agricultural Act of 1961; and (4) in addition to other amounts provided in this Act, not more than **[\$186,058,000]** \$136,758,000 (including not to exceed \$2,000,000 for State administrative expenses) for (a) child feeding programs and nutritional programs authorized by law in the School Lunch Act and the Child Nutrition Act, as amended; and (b) additional direct distribution or other programs, without regard to whether such area is under the food stamp program or a system of direct distribution, to provide, in the immediate vicinity of their place of permanent residence, either directly or through a State or local welfare agency, an adequate diet to other needy children and low-income persons determined by the Secretary of Agriculture to be suffering, through no fault of their own, from general and continued hunger resulting from insufficient food. (*Department of Agriculture and Related Agencies Appropriation Act, 1971.*)

Program and Financing (in thousands of dollars)

Identification code	05-32-5209-0-2-351	1970 actual	1971 est.	1972 est.
Program by activities:				
1.	Commodity program payments:			
(a)	Direct purchases-----	341,597	260,627	323,171
(b)	Export payments-----	5,336	4,966	4,954
(c)	Financial assistance to States--	5,889	19,700	19,700
2.	Special feeding program-----	122,199	169,058	136,758
3.	Surplus removal operating expenses--	7,174	7,224	7,224
4.	Marketing agreements and orders-----	2,532	3,084	3,233
5.	Food and nutrition aids program-----	92		
	Total program costs, funded ¹ -----	484,819	464,659	495,040
	Change in selected resources ² -----	-10,218		
10	Total obligations-----	474,601	464,659	495,040
Financing:				
17	Recovery of prior year obligations-----	-130		
21	Unobligated balance available, start of year-----	-299,921	-300,000	-300,000
24	Unobligated balance available, end of year-----	300,000	300,000	300,000
25	Unobligated balance lapsing-----	3,894		
	Budget authority-----	478,443	464,659	495,040
Budget authority:				
60	Appropriation (permanent, indefinite, special fund)-----	698,463	728,760	753,000
61	Transferred to other accounts-----	-220,019	-264,101	-257,960
63	Appropriation (adjusted)-----	478,443	464,659	495,040
Relation of obligations to outlays:				
71	Obligations incurred, net-----	474,471	464,659	495,040
72	Obligated balance, start of year-----	34,098	59,029	59,907
74	Obligated balance, end of year-----	-59,029	-59,907	-76,747
90	Outlays-----	449,540	463,781	478,200

¹ Includes capital outlay as follows: 1970, \$45 thousand; 1971, \$51 thousand; 1972, \$51 thousand.

² Selected resources as of June 30 are as follows:

	1969	1970 adjust- ments	1970	1971	1972
Stores-----	23,609		18,298	18,298	18,298
Unpaid undelivered orders--	14,602	-130	26,722	26,722	26,722
Advances-----	105,262		88,105	88,105	88,105
Total selected resources--	143,473	-130	133,125	133,125	133,125

Under section 32 of the act of August 24, 1935, as amended (7 U.S.C. 612c), an amount equal to 30% of customs receipts collected during each calendar year (except for an amount equal to 30% of such receipts col-

lected on fishery products transferred to the Department of Commerce to encourage the distribution of fishery products), plus unused balances up to \$300 million are available for expanding domestic and foreign market outlets for farm commodities. As provided in recent appropriation acts, transfers have been made from this fund primarily to the school lunch program for the purchase and distribution of agricultural commodities and cash reimbursements for meals served. Section 32 funds are also authorized for the administration of marketing agreements and orders. The basic legislation provides that funds devoted to any one commodity or product thereof must not exceed 25% of funds available. It also provides that the funds must be devoted principally to perishable agricultural commodities other than those receiving price support under title II of the Agricultural Act of 1949, as amended. It has been determined that this provision can be legally satisfied by setting aside or reserving the principal portion of section 32 funds for the use of perishable nonbasic agricultural commodities.

1. *Commodity program payments* are of five types: (a) *Direct purchases* are donated to schools, summer camps, child-care centers, nonprofit institutions serving needy persons, persons certified by welfare as eligible for relief, and disaster victims; (b) *Diversion payments* enable processors to purchase surplus commodities on the domestic market, divert them to byproducts and new uses, and sell them at prices comparable to competing products, thus creating new markets for surplus commodities; (c) *Export payments* enable exporters to purchase surplus commodities on the domestic market and sell them on the world market at competitive world prices; (d) *Production payments*, none of which were made in 1970, help to reestablish farmers' purchasing power; (e) *Financial assistance to States* enable State distributing agencies to improve the distribution system supplying commodities to needy families. During the past 2 years, assistance under these programs was given to the following commodity groups (in millions of dollars):

OBLIGATIONS

	1969	1970
Dairy products.....	120.9	103.6
Eggs and poultry.....	55.9	71.2
Fats and oils.....	13.7	3.5
Fruits and vegetables.....	38.7	60.3
Grain products.....	8.8	15.5
Livestock products.....	82.3	72.8
Peanut butter.....	14.9	15.3
Miscellaneous.....	5.1	5.8
Total.....	340.3	348.0

¹ Includes special feeding program commodities purchased for special food packages donated in food stamp areas: \$0.9 million in fiscal year 1969 and \$10.3 million in fiscal year 1970.

The use of section 32 program funds is contingent upon marketing conditions. The estimates for both 1971 and 1972 reflect the foreseeable needs for perishables and other activities regularly financed with section 32 funds. If troublesome surpluses not now foreseen should develop, steps will be taken to use additional available funds for their removal or diversion as conditions might warrant.

Funds have been used for the certification and distribution of food to needy families in selected counties where local governmental agencies are unwilling or unable to operate food distribution programs.

2. The *special feeding program* was initiated in 1969 to meet the urgent need for providing additional foods to needy children and adults who are determined to be suffering from general and continued hunger. The funds provided are channeled primarily through the child feeding programs authorized by the School Lunch and Child Nutrition Acts.

Working with the Department of Health, Education, and Welfare and the Office of Economic Opportunity, the Department has developed a distribution system to provide special food packages for infants, and expectant and new mothers. These packages are being distributed in both food stamp and commodity donation areas. Funds have also been used for conducting a pilot food certificate program designed to increase the food purchasing power for expectant and new mothers and infants through the issuance of certificates to be exchanged at their local grocery for certain commodities.

3. *Surplus removal operating expenses* occur mainly in connection with purchasing, diverting, and exporting surplus commodities, and in distributing section 32 and Commodity Credit Corporation commodities to eligible outlets. Distribution in 1970, including that under section 6 of the National School Lunch Act, is summarized below (in millions):

Distribution	Number of recipients (peak month)	Value of commodities distributed	Pounds of commodities distributed
By recipients:			
Schoolchildren.....	23.2	\$258.9	1,046.6
Needy persons.....	4.1	291.1	1,180.3
Persons in charitable institutions.....	1.3	20.6	118.6
Total.....	---	570.6	2,345.5
By program:			
Section 32.....	---	350.1	1,132.9
Donation by Commodity Credit Corporation, section 416.....	---	156.2	956.4
Section 6, National School Lunch Act.....	---	64.3	256.2
Total.....	---	570.6	2,345.5

In cooperation with the food trade, press, and radio, greater consumption of abundant foods is encouraged through publication of a monthly plentiful foods list and conducting various food drives. In 1970 the monthly plentiful foods list contained an average of seven foods. Fourteen national and four area, State, and local drives were conducted.

4. *Marketing agreements and orders* are put into effect upon request of producers or handlers after hearings and investigations, and upon approval of producers (and handlers in the case of marketing agreements). They help to stabilize prices, and benefit producers and consumers by establishing and maintaining orderly marketing conditions. Administration at the local level is financed by assessment upon handlers. On June 30, 1970, there were in effect 68 orders for milk, 46 agreements and orders for tree fruits, nuts, and vegetables, and one order for shade grown tobacco. The expenses of advisory committees established to advise the Secretary, public hearings, referenda to determine producer sentiment, and other developmental work as authorized by the Agricultural Act of 1961 are also financed under this project.

5. *Food and nutrition aides program* is being financed by the Extension Service in 1971 and 1972.

General and special funds—Continued

REMOVAL OF SURPLUS AGRICULTURAL COMMODITIES—Continued

Object Classification (in thousands of dollars)

Identification code 05-32-5209-0-2-351	1970 actual	1971 est.	1972 est.
CONSUMER AND MARKETING SERVICE			
Personnel compensation:			
11.1 Permanent positions	3,360	3,566	3,566
11.3 Positions other than permanent	75	61	61
11.5 Other personnel compensation	3		
Total personnel compensation	3,438	3,627	3,627
12.1 Personnel benefits: Civilian employees	274	294	294
21.0 Travel and transportation of persons	142	237	237
22.0 Transportation of things	15	19	19
23.0 Rent, communications, and utilities	148	282	282
24.0 Printing and reproduction	167	277	277
25.0 Other services	1,360	1,547	1,697
26.0 Supplies and materials	33	31	31
Grants of commodities to States	336,853	271,628	334,171
31.0 Equipment	21	24	24
41.0 Grants, subsidies, and contributions	5,336	4,966	4,954

Total obligations, Consumer and Marketing Service	347,787	282,932	345,613
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ALLOTMENT ACCOUNTS

Personnel compensation:			
11.1 Permanent positions	2,347	2,660	2,843
11.3 Positions other than permanent	480	175	
11.5 Other personnel compensation	12	8	
Total personnel compensation	2,839	2,843	2,843
12.1 Personnel benefits: Civilian employees	212	222	222
21.0 Travel and transportation of persons	188	214	256
22.0 Transportation of things	86	34	30
23.0 Rent, communications, and utilities	176	98	85
24.0 Printing and reproduction	118	118	118
25.0 Other services	521	378	362
26.0 Supplies and materials	16	23	23
31.0 Equipment	41	39	30
41.0 Grants, subsidies, and contributions	122,617	177,758	145,458

Total obligations, allotment accounts	126,814	181,727	149,427
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99.0 Total obligations	474,601	464,659	495,040
Obligations are distributed as follows:			
Consumer and Marketing Service	347,787	282,932	345,613
Food and Nutrition Service	126,780	181,727	149,427
Federal Extension Service	34		

Personnel Summary

CONSUMER AND MARKETING SERVICE			
Total number of permanent positions	313	298	298
Full-time equivalent of other positions	9	6	6
Average number of all employees	281	285	285
Average GS grade	8.2	8.3	8.3
Average GS salary	\$10,730	\$10,947	\$10,714

ALLOTMENT ACCOUNTS

Total number of permanent positions	232	250	272
Full-time equivalent of other positions	104	38	
Average number of all employees	324	272	272
Average GS grade	7.3	7.5	7.6
Average GS salary	\$9,509	\$9,772	\$9,827

PERISHABLE AGRICULTURAL COMMODITIES ACT FUND

Program and Financing (in thousands of dollars)

Identification code 05-32-5070-0-2-355	1970 actual	1971 est.	1972 est.
Program by activities:			
Licensing dealers and handling complaints (program costs, funded) ¹	1,018	1,209	1,258
Change in selected resources ²	-2		
10 Total obligations	1,015	1,209	1,258
Financing:			
21 Unobligated balance available, start of year	-372	-311	-176
24 Unobligated balance available, end of year	311	176	180
60 Budget authority (appropriation) (permanent, indefinite, special fund)	954	1,074	1,262
Relation of obligations to outlays:			
71 Obligations incurred, net	1,015	1,209	1,258
72 Obligated balance, start of year	59	78	147
74 Obligated balance, end of year	-78	-147	-216
90 Outlays	996	1,140	1,189

¹ Includes capital outlay as follows: 1970, \$2 thousand; 1971, \$3 thousand; 1972, \$3 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$2.4 thousand; 1970, \$0.3 thousand; 1971, \$0.3 thousand; 1972, \$0.3 thousand.

License fees are deposited in this special fund and are used to meet costs of administering the Perishable Agricultural Commodities and the Produce Agency Acts (7 U.S.C. 491-497, 499a-499s). The law currently provides that annual license fees may be set at a maximum of \$100. The Department proposes to increase the license fee to \$60 on January 1, 1971.

The acts are intended to assure equitable treatment to farmers and others in the marketing of fresh and frozen fruits and vegetables. Commission merchants, dealers, and brokers handling these products in interstate and foreign commerce are licensed. Complaints of violations are investigated and violations dealt with by (a) informal agreements between the two parties, (b) formal decisions involving payment of reparation awards, and (c) suspension or revocation of license and/or publication of the facts.

WORKLOAD FACTORS

Activity	1969 actual	1970 actual	1971 estimate
Number of reparation actions completed	14,498	14,795	14,800
Number of disciplinary actions completed	125	140	145
Number of misbranding actions completed	987	1,250	1,275
Number of license actions completed	19,140	18,873	18,200
Personal investigations completed	1,535	1,409	1,662

Object Classification (in thousands of dollars)

Identification code 05-32-5070-0-2-355	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions	806	957	996
11.3 Positions other than permanent	22	12	13
11.5 Other personnel compensation	1	5	5
Total personnel compensation	829	974	1,014
12.1 Personnel benefits: Civilian employees	65	81	84
21.0 Travel and transportation of persons	42	50	53
22.0 Transportation of things		4	4
23.0 Rent, communications, and utilities	37	50	51
24.0 Printing and reproduction	12	20	20
25.0 Other services	15	20	21

26.0	Supplies and materials.....	5	6	6
31.0	Equipment.....	10	4	5
99.0	Total obligations.....	1,015	1,209	1,258

Personnel Summary

Total number of permanent positions.....	87	86	86
Full-time equivalent of other positions.....	4	4	4
Average number of all employees.....	78	91	91
Average GS grade.....	8.2	8.3	8.3
Average GS salary.....	\$10,730	\$10,947	\$10,714

Intragovernmental funds:**ADVANCES AND REIMBURSEMENTS****Program and Financing (in thousands of dollars)**

Identification code 05-32-3925-0-4-355	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Market news service:			
Department of Agriculture.....	118	128	128
Other Federal agencies.....	2		
State agencies under cooperative agreement.....	251	249	249
2. Inspection, grading, classing, and standardization:			
Department of Agriculture.....	590	635	635
Other Federal agencies.....	47	24	24
Non-Federal sources.....	20,471	22,712	22,712
3. Agency for International Development (funds appropriated to the President).....	41	69	69
4. Surplus removal operating expenses: Department of Agriculture.....	337	750	750
5. Miscellaneous services to other accounts.....	11	10	10
10 Total program costs, funded—obligations ¹	21,868	24,577	24,577
Financing:			
Receipts and reimbursements from:			
11 Federal funds.....	-1,143	-1,613	-1,613
14 Non-Federal sources ²	-20,645	-22,560	-22,964
21 Unobligated balance available, start of year.....	-484	-404	
24 Unobligated balance available, end of year.....	404		
Budget authority.....			
Relation of obligations to outlays:			
71 Obligations incurred, net.....	-80	-404	
72 Unfilled customer orders in excess of obligations, start of year.....	484	404	
74 Unfilled customer orders in excess of obligations, end of year.....	-404		
90 Outlays.....			

¹ Includes capital outlay as follows: 1970, \$0; 1971, \$6 thousand; 1972, \$6 thousand.

² Reimbursements from non-Federal sources above include amounts from cooperating universities and State, county, local, and private agricultural agencies (41 Stat. 270; 68 Stat. 1237); from States, municipalities, persons, or licensed tobacco inspectors for services rendered (7 U.S.C. 511e); from sale of photographic slides (7 U.S.C. 1387) and personal property (40 U.S.C. 481(c)); for overtime work and travel performed at meatpacking establishments; for overtime and holiday work performed at poultry processing plants; refund of terminal leave payments (5 U.S.C. 61b); from jury fees (5 U.S.C. 30p); and from importers in connection with reconditioning seed (7 U.S.C. 1582(a)).

Object Classification (in thousands of dollars)

Identification code 05-32-3925-0-4-355	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions.....	4,179	4,686	4,686
11.3 Positions other than permanent.....	312	496	496
11.5 Other personnel compensation.....	16,512	18,247	18,247
Total personnel compensation.....	21,003	23,429	23,429

12.1	Personnel benefits: Civilian employees.....	351	409	409
21.0	Travel and transportation of persons.....	272	370	370
22.0	Transportation of things.....	7	21	21
23.0	Rent, communications, and utilities.....	93	137	137
24.0	Printing and reproduction.....	41	59	59
25.0	Other services.....	49	70	70
26.0	Supplies and materials.....	40	58	58
31.0	Equipment.....	12	24	24
99.0	Total obligations.....	21,868	24,577	24,577

Personnel Summary

Total number of permanent positions.....	452	452	452
Full-time equivalent of other positions.....	35	53	53
Average number of all employees.....	442	474	474
Average GS grade.....	8.2	8.3	8.3
Average GS salary.....	\$10,730	\$10,947	\$10,714

Trust Funds**CONSUMER AND MARKETING SERVICE TRUST FUNDS****Program and Financing (in thousands of dollars)**

Identification code 05-32-9999-0-7-355	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Expenses and refunds, inspection and grading of farm products:			
(a) Dairy products.....	2,906	3,338	3,417
(b) Fruits and vegetables.....	12,307	14,034	14,251
(c) Meat grading.....	8,967	9,763	9,775
(d) Meat inspection.....	459	497	497
(e) Poultry products.....	7,969	9,093	9,250
(f) Miscellaneous agricultural commodities.....	3,707	4,297	4,337
2. Miscellaneous contributed funds.....	30	35	25
Total program costs, funded ¹	36,345	41,057	41,552
Change in selected resources ²	231		
10 Total obligations.....	36,576	41,057	41,552
Financing:			
17 Recovery of prior year obligations.....	-202		
21 Unobligated balance available, start of year.....	-10,500	-8,984	-6,258
24 Unobligated balance available, end of year.....	8,984	6,258	3,499
60 Budget authority (appropriation) (permanent).....	34,858	38,331	38,793
Distribution of budget authority by account:			
Expenses and refunds, inspection and grading of farm products.....	34,783	38,296	38,768
Miscellaneous contributed funds.....	75	35	25
Relation of obligations to outlays:			
71 Obligations incurred, net.....	36,374	41,057	41,552
72 Obligated balance, start of year.....	1,853	2,254	2,424
74 Obligated balance, end of year.....	-2,254	-2,424	-2,509
90 Outlays.....	35,973	40,887	41,467

Distribution of outlays by account:

Expenses and refunds, inspection and grading of farm products.....	35,942	40,862	41,442
Miscellaneous contributed funds.....	31	25	25

¹ Includes capital outlay as follows: 1970, \$63 thousand; 1971, \$63 thousand; 1972, \$63 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$84 thousand (1970 adjustments, -\$202 thousand); 1970, \$113 thousand; 1971, \$113 thousand; 1972, \$113 thousand.

1. *Expenses and refunds, inspection and grading of farm products.*—An inspection and grading service for products is provided on request. These services are supported primarily by fees paid by users. A limited amount of direct appropriation is available which covers a portion of

Intragovernmental funds—Continued

CONSUMER AND MARKETING SERVICE TRUST FUNDS—Continued

the public benefit service. The schedules reflect expenses paid from fees received (7 U.S.C. 91-99 (1621-1627)). The volume of work is shown below (in millions):

Commodity	1970 actual	1971 estimate	1972 estimate
Cotton testing, micronaire (pounds)-----	756	900	900
Dairy products graded (pounds)-----	3,082	3,300	3,300
Fresh fruits and vegetables, graded (pounds)-----	57,635	59,936	61,762
Processed fruits and vegetables, graded: Canned products (pounds)-----	8,595	8,500	8,750
Frozen, dried, and miscellaneous (pounds)-----	5,585	5,650	5,850
Meat and meat products: Graded (pounds)-----	18,341	18,714	19,331
Inspected (pounds)-----	413	413	413
Poultry products, graded: Shell eggs (pounds)-----	2,426	2,663	2,757
Processed eggs (pounds)-----	777	803	824
Poultry (pounds)-----	7,285	7,822	8,251
Grain and related products, graded (pounds)-----	21,267	24,451	24,051

Object Classification (in thousands of dollars)

Identification code 05-32-9999-0-7-355	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions-----	24,455	26,106	26,417
11.3 Positions other than permanent-----	1,989	3,778	3,825
11.5 Other personnel compensation-----	2,030	2,132	2,158
Total personnel compensation-----	28,474	32,016	32,400
12.1 Personnel benefits: Civilian employees-----	2,187	2,460	2,490
13.0 Benefits for former personnel-----	3	3	3
21.0 Travel and transportation of persons-----	2,027	2,285	2,313
22.0 Transportation of things-----	168	190	192
23.0 Rent, communications, and utilities-----	570	761	770
24.0 Printing and reproduction-----	207	208	211
25.0 Other services-----	2,621	2,770	2,804
26.0 Supplies and materials-----	176	189	191
31.0 Equipment-----	136	170	172
42.0 Insurance claims and indemnities-----	7	5	6
99.0 Total obligations-----	36,576	41,057	41,552

Personnel Summary

Total number of permanent positions-----	2,539	2,522	2,548
Full-time equivalent of other positions-----	306	420	425
Average number of all employees-----	2,689	2,901	2,932
Average GS grade-----	8.2	8.3	8.3
Average GS salary-----	\$10,730	\$10,947	\$10,714

MILK MARKET ORDERS ASSESSMENT FUND

Program and Financing¹ (in thousands of dollars)

Identification code 05-32-8412-0-8-351	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Administration-----	15,610	16,167	17,421
2. Marketing service-----	1,943	1,931	1,931
10 Total obligations-----	17,553	18,098	19,352
Financing:			
14 Receipts and reimbursements from: Non-Federal sources:			
Administration: Revenue-----	-15,185	-15,787	-17,044
Marketing services: Revenue-----	-1,940	-1,882	-1,882
Nonoperating: Interest revenue-----	-595	-562	-562
21 Unobligated balance available, start of year-----	-9,496	-9,663	-9,796

¹ Administrative fund totals are comprised of 68 separate independent order accounts in fiscal year 1970. The Marketing Service fund totals are comprised of 58 separate independent order accounts in fiscal year 1970.

24 Unobligated balance available, end of year	9,663	9,796	9,932
Budget authority-----			
Relation of obligations to outlays:			
71 Obligations incurred, net-----	-167	-133	-136
72 Obligated balance, start of year-----	1,319	1,317	1,368
74 Obligated balance, end of year-----	-1,317	-1,368	-1,401
90 Outlays-----	-165	-184	-169

The Secretary of Agriculture is authorized by the Agricultural Marketing Agreement Act of 1937, as amended—under certain conditions—to issue Federal milk marketing orders establishing minimum prices which handlers are required to pay for milk purchased from producers.

Market administrators are responsible for carrying out locally the terms of specific marketing orders. Their operating expenses, partly financed by assessments on regulated handlers and partly by deductions from producers, are reported in these schedules. These funds are collected locally, deposited in local banks, and disbursed directly by the market administrator.

Each milk order is administered locally by a market administrator who is appointed by the Secretary. His staff is employed directly by the market administrator.

The activities conducted in the local office are concerned primarily with monthly computations and public announcement of class and uniform blend prices, associated butterfat differentials, examination of handlers records and facilities to verify their reports and payments to producers, and in checking weights and tests of producer milk.

The expenses of each local office are met from an administrative fund and a marketing service fund which are prescribed in each order. The administrative fund is derived from prorated handler assessments. The marketing service fund of the individual order provides for the expense of disseminating market information to producers who are not members of a qualified cooperative. It also provides for the verification of the weights, sampling, and testing of milk from these producers. The cost of these services is borne by such producers.

The maximum rates for administrative assessment and for marketing services are set forth in each order. Adjustments below these rates are made from time to time to provide reserves at about a 6-month operating level. Upon termination of any order, the statute provides for distributing the proceeds from net assets pro rata to contributing handlers or producers as the case may be.

Milk sold by regulated handlers supplied over 122 million persons in calendar year 1969.

The following table gives an indication of the growing role of Federal orders on the marketing of milk over the past few years:

	Calendar year				
	1965	1966	1967	1968	1969
Population of market areas (millions)-----	102.4	100.0	103.6	117.0	122.3
Producer deliveries (billion pounds)-----	54.444	53.103	53.761	56.441	61.028
Producer deliveries used in class I (billion pounds)-----	34.561	34.870	34.412	36.484	39.162
Number of producers-----	158,077	146,090	140,657	141,651	144,210

Revenue and Expense (in thousands of dollars)

	1970 actual	1971 est.	1972 est.
Administrative fund:			
Revenue-----	15,185	15,787	17,044
Expense-----	15,610	16,167	17,421

Net operating loss administrative fund	-425	-380	-377
Marketing service fund:			
Revenue	1,940	1,882	1,882
Expense	1,943	1,931	1,931
Net operating loss, marketing service fund	-3	-49	-49
Nonoperating income: Interest revenue	595	562	562
Net income for the year	167	133	136

Financial Condition (in thousands of dollars)

	1969 actual	1970 actual	1971 est.	1972 est.
Assets:				
Cash in banks	7,906	7,077	7,343	7,612
U.S. securities (Par value)	2,736	3,730	3,645	3,562
Accounts receivable, net	127	210	193	196
Other	112	173	176	159
Total assets	10,881	11,190	11,357	11,529
Liabilities:				
Current	1,386	1,527	1,561	1,597
Equity:				
Unobligated balance	9,496	9,663	9,796	9,932

Analysis of Changes in Government Equity (in thousands of dollars)

	1970 actual	1971 est.	1972 est.
Retained earnings:			
Start of year	9,496	9,663	9,796
Net income for the year	167	133	136
End of year	9,663	9,796	9,932

Object Classification (in thousands of dollars)

Identification code	05-32-8412-0-8-351	1970 actual	1971 est.	1972 est.
11.1 Personnel compensation: Permanent positions		12,275	13,317	14,462
12.1 Personnel benefits: Civilian employees		1,011	1,035	1,059
21.0 Travel and transportation of persons		1,131	1,157	1,184
23.0 Rent, communications, and utilities		1,353	1,384	1,416
25.0 Other services		573	586	599
26.0 Supplies and materials		331	339	346
31.0 Equipment		274	280	286
33.0 Investments and loans		605		
99.0 Total obligations		17,553	18,098	19,352

Personnel Summary¹

Total number of permanent positions	930	941	941
Full-time equivalent of other positions	14	14	14
Average number of all employees	923	944	944
Average salary, grades recommended by Consumer and Marketing Service	\$10,141	\$10,408	\$10,682

¹ Excludes New York-New Jersey order operated under Federal and State orders.**FOOD AND NUTRITION SERVICE****Federal Funds****General and special funds:****[SPECIAL MILK PROGRAM]**

For necessary expenses to carry out the provisions of the Special Milk Program, as authorized by section 3 of the Child Nutrition Act of 1966 (42 U.S.C. 1772), \$104,000,000: *Provided*, That this appropriation shall be available only within the limits of amounts author-

ized by law for fiscal year 1971. (Department of Agriculture and Related Agencies Appropriation Act, 1971.)

Program and Financing (in thousands of dollars)

Identification code	05-34-3502-0-1-702	1970 actual	1971 est.	1972 est.
Program by activities:				
1. Cash payments to States		81,527	103,316	
2. Operating expenses		632	688	
Total program costs, funded ¹		82,159	104,004	
Change in selected resources ²		-35	-4	
10 Total obligations		82,124	104,000	
Financing:				
21 Unobligated balance available, start of year			-1,876	-1,876
24 Unobligated balance available, end of year		1,876	1,876	1,876
40 Budget authority (appropriation)		84,000	104,000	
Relation of obligations to outlays:				
71 Obligations incurred, net		82,124	104,000	
72 Obligated balance, start of year		14,578	12,693	14,315
74 Obligated balance, end of year		-12,693	-14,315	
77 Adjustments in expired accounts		-209		
90 Outlays		83,800	102,378	14,315

¹ Includes capital outlay as follows: 1970, \$1 thousand; 1971, \$3 thousand; 1972, \$3 thousand; excludes downward adjustment of \$209 thousand in prior year costs.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$39 thousand; 1970, \$4 thousand; 1971, \$0; 1972, \$0.

1. *Cash payments to States.*—This program is designed to increase the consumption of fluid milk by children in nonprofit schools of high school grade and under, child-care centers, summer camps and similar nonprofit institutions.

Funds are provided under letters of credit to State agencies to reimburse eligible participants for a part of the cost of the fluid milk consumed. Beginning in fiscal year 1968, available funds were apportioned among the States on the basis of payments made to schools and child-care institutions for program reimbursement during the preceding fiscal year. In especially needy schools, reimbursement payments may be made for the full cost of this milk for children who are unable to pay. In fiscal year 1970 the program was financed by a direct appropriation of \$84 million and an additional \$20 million provided under the section 32 special feeding program.

In 1970 almost 3 billion half-pints of fluid milk were consumed by children—over six times the quantity in 1955, the first year of operation of the program. This represents more than 3% of the total nonfarm consumption of the fluid milk in the United States. The need for a separate special milk program has been eliminated by the serving of complete lunches, including milk, under the school lunch program. No funds are provided, therefore, beyond fiscal year 1971.

Program activities for 1970 and 1971 are as follows:

	1970 actual	1971 estimate
Outlet participation	97,090	97,000
Half-pints of milk reimbursed (millions)	2,867.8	2,900.0
Average reimbursement rate per half-pint (cents)	3.44	3.55

2. *Operating expenses.*—Administrative and technical assistance is furnished to State agencies, participating schools, and child-care institutions. Policies, procedures, and standards are developed for administering the program and determining eligibility. The program is administered directly in approximately 9,000 outlets where no State agency has assumed the responsibility for its

General and special funds—Continued

[SPECIAL MILK PROGRAM]—Continued

administration, or where such agencies are prohibited by law from disbursing funds to such participants.

Object Classification (in thousands of dollars)

Identification code 05-34-3502-0-1-702	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions.....	473	473	-----
11.3 Positions other than permanent.....	2	-----	-----
11.5 Other personnel compensation.....	1	1	-----
Total personnel compensation.....	476	474	-----
12.1 Personnel benefits: Civilian employees.....	37	38	-----
21.0 Travel and transportation of persons.....	26	42	-----
22.0 Transportation of things.....	1	1	-----
23.0 Rent, communications, and utilities.....	22	11	-----
24.0 Printing and reproduction.....	1	21	-----
25.0 Other services.....	27	85	-----
26.0 Supplies and materials.....	3	6	-----
31.0 Equipment.....	4	6	-----
41.0 Grants, subsidies, and contributions.....	81,527	103,316	-----
99.0 Total obligations.....	82,124	104,000	-----

Personnel Summary

Total number of permanent positions.....	68	48	-----
Average number of all employees.....	49	46	-----
Average GS grade.....	7.3	7.5	-----
Average GS salary.....	\$9,509	\$9,772	-----

FOOD STAMP PROGRAM

For necessary expenses of the food stamp program pursuant to the Food Stamp Act of 1964, as amended, [\$1,420,000,000: *Provided*, That this appropriation shall be available only within the limits of amounts authorized by law for fiscal year 1971] \$2,000,000,000. (*Department of Agriculture and Related Agencies Appropriation Act, 1971.*)

Program and Financing (in thousands of dollars)

Identification code 05-34-3505-0-1-702	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Program costs.....	565,991	1,397,551	1,977,005
2. Operating expenses.....	13,542	18,684	19,393
Total program costs, funded ¹	579,533	1,416,235	1,996,398
Change in selected resources ²	-1,311	-----	-----
10 Total obligations.....	578,222	1,416,235	1,996,398
Financing:			
25 Unobligated balance lapsing.....	18,719	-----	-----
Budget authority.....	596,941	1,416,235	1,996,398
Budget authority:			
40 Appropriation.....	610,000	1,420,000	2,000,000
41 Transferred to other accounts.....	-13,059	-3,765	-3,602
43 Appropriation (adjusted).....	596,941	1,416,235	1,996,398
Relation of obligations to outlays:			
71 Obligations incurred, net.....	578,222	1,416,235	1,996,398
72 Obligated balance, start of year.....	6,324	7,511	8,511
74 Obligated balance, end of year.....	-7,511	-8,511	-33,511
77 Adjustments in expired accounts.....	-225	-----	-----
90 Outlays.....	576,810	1,415,235	1,971,398

¹ Includes capital outlay as follows: 1970, \$83 thousand; 1971, \$115 thousand; 1972, \$115 thousand; excludes downward adjustment of \$225 thousand in prior year costs.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$2,460 thousand (1969 adjustments, \$5 thousand); 1970, \$1,154 thousand; 1971, \$1,154 thousand; 1972, \$1,154 thousand.

This program helps to improve the nutrition of households with limited resources and makes more effective use of our food abundance. Food coupons of sufficient value to purchase an adequate diet are issued to certified needy families at a cost to them which reflects family size and net family income. Recently enacted amendments to the Food Stamp Act provide for the issuance of stamps free to the very poorest households and limit the amount other families must pay for stamps to 30% of net family income. Food coupons may be used by participating households in retail stores for the purchase of commercial brand foods. The program is inaugurated in local communities at the request of State welfare agencies which are responsible for certification and coupon issuance functions.

The Department determines the amounts of the total food coupon allotment and the amounts of the purchase requirements which must be applied uniformly in all States operating the program. In 1972 these amounts will be revised to make the program more consistent with the principles embodied in the administration's proposed Family Assistance Plan.

Cash paid for the coupons by participants is deposited periodically in a designated Federal depository. Food stores receive cash or credit for the coupons from any commercial bank, which must accept them at face value. The coupons then flow through regular banking channels to the Federal Reserve banks where they are redeemed.

The Food Stamp Act of 1964 was amended on November 13, 1969, to provide appropriation authority of \$610 million for fiscal year 1970. With this increased funding purchase requirements were reduced so that a family is required to pay no more than one-third of its income for food stamps and receives a total food coupon allotment equal to the cost of the USDA economy food plan. As a result of this modification, June 1970 participation climbed to 6.5 million persons in 1,747 areas within 45 States and the District of Columbia. Participation continues to increase, reaching 8.8 million people in October 1970. During the year, priority was also given to areas without a family food-aid program. As of November 1970, only 10 areas in five States did not have plans for a food assistance program.

The following table reflects coverage, participation, and costs for the first full year of operation of the pilot program and 1970 (dollars in millions):

	1962 actual	1970 actual
Number of areas by yearend.....	8	1,747
Number of participants at yearend.....	140,736	6,469,946
Total value coupons issued.....	\$35.2	\$1,090.6
Amount paid by participants (for deposit to redemption account).....	\$22.0	\$539.6
Value of bonus (free) coupons issued.....	\$13.2	\$551.0
Federal costs:		
Program.....	\$13.4	\$564.9
Administrative.....	\$0.7	\$13.3

Object Classification (in thousands of dollars)

Identification code 05-34-3505-0-1-702	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions.....	9,945	13,713	14,353
11.3 Positions other than permanent.....	138	160	120
11.5 Other personnel compensation.....	26	60	60
Total personnel compensation.....	10,109	13,933	14,533
12.1 Personnel benefits: Civilian employees.....	835	1,197	1,197
21.0 Travel and transportation of persons.....	755	981	1,028
22.0 Transportation of things.....	90	151	151
23.0 Rent, communications, and utilities.....	592	815	978
24.0 Printing and reproduction.....	4,438	89,14	12,148

25.0	Other services.....	683	1,880	1,826
26.0	Supplies and materials.....	100	117	117
31.0	Equipment.....	117	147	100
41.0	Grants, subsidies, and contributions.....	560,502	1,387,866	1,964,320
42.0	Insurance claims and indemnities.....	1		
99.0	Total obligations.....	578,222	1,416,235	1,996,398

Personnel Summary

Total number of permanent positions.....	1,421	1,572	1,563
Full-time equivalent of other positions.....	20	30	24
Average number of all employees.....	1,128	1,460	1,517
Average GS grade.....	7.3	7.5	7.6
Average GS salary.....	\$9,509	\$9,772	\$9,827

Proposed for separate transmittal, existing legislation:

FOOD STAMP PROGRAM

Program and Financing (in thousands of dollars)

Identification code 05-34-3505-1-1-702	1970 actual	1971 est.	1972 est.
Program by activities:			
10 Program costs—obligations.....		120,000	
Financing:			
40 Budget authority (proposed supplemental appropriation).....		120,000	
Relation of obligations to outlays:			
71 Obligations incurred, net.....		120,000	
90 Outlays.....		120,000	

A supplemental appropriation of \$120 million for 1971 is anticipated to cover the costs of increased program participation.

CHILD NUTRITION PROGRAMS

For necessary expenses to carry out the provisions of the National School Lunch Act, as amended (42 U.S.C. 1751-1761); Public Law 91-248 and the applicable provisions other than section 3 of the Child Nutrition Act of 1966, as amended (42 U.S.C. 1773-1785); Public Law 91-248, ~~[\$476,007,000]~~ ~~\$518,357,000~~, of which ~~[\$174,033,000]~~ ~~\$167,718,000~~ shall be derived by transfer from funds available under section 32 of the Act of August 24, 1935 (7 U.S.C. 612c): *Provided*, That of the foregoing total amount there shall be available ~~[\$204,747,000]~~ ~~\$237,047,000~~ for special assistance to needy schoolchildren, \$12,000,000 for the school breakfast program, ~~[\$15,000,000]~~ ~~\$16,110,000~~ for the nonfood assistance program, \$1,500,000 for State administrative expenses, and ~~[\$12,000,000]~~ ~~\$20,775,000~~ for special food service programs for children: *Provided further*, That funds provided herein shall remain available until expended in accordance with section 3 of the National School Lunch Act, as amended: *Provided further*, That no part of this appropriation shall be used for nonfood assistance under section 5 of the National School Lunch Act, as amended: *Provided further*, That an additional \$64,325,000 shall be transferred to this appropriation from funds available under section 32 of the Act of August 24, 1935 (7 U.S.C. 612c), for purchase and distribution of agricultural commodities and other foods pursuant to section 6 of the National School Lunch Act, as amended: *Provided further*, That this appropriation shall be available for employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$75,000 shall be available for employment under 5 U.S.C. 3109. (*Department of Agriculture and Related Agencies Appropriation Act, 1971; authorizing legislation to be proposed for the school breakfast and nonschool food programs.*)

Program and Financing (in thousands of dollars)

Identification code 05-34-5539-0-1-702	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Cash payments to States:			
(a) School lunch program.....	168,023	225,018	225,018
(b) Special assistance.....	44,607	204,747	237,047

(c) School breakfast program.....	9,715	12,000	12,000
(d) Nonfood assistance program.....	10,000	16,110	16,110
(e) State administrative expenses.....	465	1,500	1,503
(f) Nonschool food program.....	7,258	20,775	20,775
2. Commodity procurement.....	63,808	64,325	64,325
3. Nutritional training and surveys.....		750	750
4. Operating expenses.....	3,539	5,192	5,157

Total program costs, funded ¹	307,415	550,417	582,682
Change in selected resources ²	227		

10 Total obligations.....	307,642	550,417	582,682
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Financing:

21 Unobligated balance available, start of year.....	-5,931	-10,156	
24 Unobligated balance available, end of year.....	10,156		
25 Unobligated balance lapsing.....	4,899		

Budget authority.....	316,766	540,261	582,682
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Budget authority:

Current:			
40 Appropriation.....	122,500	301,974	350,639
41 Transferred to other accounts.....		-71	
43 Appropriation (adjusted).....	122,500	301,903	350,639
Permanent:			
62 Transferred from other accounts.....	194,266	238,358	232,043
63 Appropriation (adjusted).....	194,266	238,358	232,043

Relation of obligations to outlays:

71 Obligations incurred, net.....	307,642	550,417	582,682
72 Obligated balance, start of year.....	33,758	41,653	70,540
74 Obligated balance, end of year.....	-41,653	-70,540	-92,506
77 Adjustments in expired accounts.....	-616		
90 Outlays.....	299,131	521,530	560,716

¹ Includes capital outlay as follows: 1970, \$10 thousand; 1971, \$25 thousand; 1972, \$25 thousand; excludes downward adjustment of \$616 thousand in prior year costs.

² Selected resources as of June 30 are as follows:

	1969	1970	1971	1972
Unpaid undelivered orders.....	141	182	182	182
Advances.....	67	253	253	253
Total selected resources.....	208	435	435	435

The child nutrition programs have been greatly strengthened and expanded by Public Law 91-248, which became law on May 14, 1970. This law clearly establishes that priority shall be given to reaching needy children, and provides for the establishment of a national minimum eligibility standard for free and reduced price meals and a maximum price which may be charged for these meals. The new law emphasizes that access to the school lunch program shall be available to children in all schools. Nutritional training as related to workers, cooperators and participants is authorized by the new act.

1. *Cash payments to States.*—The programs are operated under an agreement entered into by the State educational agency and the Department. Funds are advanced under letters of credit to State agencies for use in reimbursing participating schools and child-care institutions. Sponsors make application to the State agency and if accepted are reimbursed in accordance with the terms of their agreement.

(a) *School lunch program.*—Assistance in the form of both funds and food is provided to the States, as defined in the National School Lunch Act, for serving lunches to schoolchildren. Each State's portion of the section 4 general assistance funds available is determined by a statutory formula. The formula takes into account the participation rate in the State, and the relationship between the per capita income of the State and the average

General and special funds—Continued

CHILD NUTRITION PROGRAMS—Continued

U.S. per capita income. States must match the Federal cash grant from sources within the State at a 3-to-1 ratio. For States with below-average per capita income, this ratio is decreased. In 1970, sources within the States contributed to this program \$1,664 million, most of which came from children's payments. In 1972 the States are required to provide at least 4% of the matching requirement from State revenues.

The program during the peak month in fiscal year 1970 provided lunches daily to about 44% of the approximately 47.5 million children in daily attendance. The number of lunches served increased approximately 6.7% over fiscal 1969. Participation in the program in December 1969 reached a daily average of about 20.9 million children in 76,563 schools and a large increase is expected in 1971.

(b) *Special assistance.*—Under the new legislation, special cash assistance may be provided to any school which has needy children in attendance. The statutory formula for apportionment of funds to States relates to children from families with incomes of less than \$4 thousand per year. Increased funding provides a Federal average cash reimbursement rate of 30¢ per free or reduced price meal, in addition to the average of 5¢ per meal from section 4 funds. In fiscal year 1970, a daily average of approximately 4.1 million children were served 736.5 million free or reduced price lunches. At the end of the 1969-70 school year over 5 million children were receiving free or reduced price lunches. Based on these average reimbursement rates, the increases for fiscal 1971 should provide lunches for a daily average of 6.6 million needy children this school year.

(c) *School breakfast program.*—The Child Nutrition Act of 1966 authorized a school breakfast program for 2 years on a pilot basis to assist States through grants-in-aid and other means to initiate, maintain, or expand nonprofit breakfast programs in schools. Public Law 90-302, approved May 8, 1968, extended the breakfast program through 1971.

Funds are apportioned to States by a statutory formula. While the basic payments are limited to food assistance, in circumstances of severe need, financial assistance may be authorized up to 80% of the need for additional assistance.

The program is operated in schools drawing attendance from areas in which poor economic conditions exist and where a substantial portion of the children enrolled travel long distances. In fiscal year 1970, approximately 384,000 children were served 69.1 million breakfasts in 4,377 schools. About 73.5% of the breakfasts were served free or at token charges to children. In fiscal year 1971 it is estimated that a daily average of 555,000 children will participate.

(d) *Nonfood assistance program.*—The Child Nutrition Act of 1966 authorized a permanent program to assist the States through grants-in-aid and other means to supply schools in low-income areas with food service equipment, other than land or buildings. Under the Public Law 91-248 amendments, 50% of the funds for equipment assistance will be apportioned among the States on the same basis as the section 4 apportionment, with the remaining funds apportioned on the basis of children enrolled in schools without a food service.

Applicant schools are required to justify their need for assistance on a project basis and submit a detailed description of the equipment to be acquired, including their proposals for its use in meeting the nutritional needs of children. In addition, State and local sources must bear 25% of the cost of equipment or facilities financed under this authority.

In fiscal year 1970 a total of 8,116 schools with an attendance of over 4.2 million students received equipment assistance of about \$16,673 thousand. This money included special section 32 funds, and provided assistance in all States, the District of Columbia, Guam, Puerto Rico, and American Samoa.

(e) *State administrative expenses.*—The Child Nutrition Act of 1966 provides for advances to each State educational agency for administrative expenses. These funds are used for supervising and giving technical assistance to the local school districts and service institutions for additional activities undertaken by them to reach more children under the school lunch, special assistance, school breakfast, non-food assistance, and nonschool food programs.

(f) *Nonschool food program.*—The National School Lunch Act was amended in 1968 to authorize a pilot program for 3 years to assist States to initiate, maintain, or expand nonprofit food service programs for children in service institutions where children are not maintained in residence. Preschool children receive year-round assistance in child day-care centers. These programs also reach school-age children from areas of economic need and from areas with a high concentration of working mothers, during the summer months in settlement houses, neighborhood houses, and recreation centers.

Each State may receive a basic grant of \$50 thousand. The remaining funds are apportioned by a formula determined by the ratio of the number of children (aged 3 to 17 inclusive) from families with income under \$3 thousand per year in each State, to the total number of such children in all States. Up to 80% of the total cost of meals served may be paid in cases of severe need, and not more than 75% of the equipment costs may be paid to the institutions. All meals served must meet minimum nutritional standards as a condition for receiving assistance.

In fiscal year 1970, 50.2 million meals were served to approximately 229,900 children in the 1969 summer program and to 91,600 children on a year-round basis. At an average cost of about 40¢ per child per day, it is estimated that this program will reach about 500,000 children in fiscal year 1971. With each child receiving an average of two meals per day, it is expected that about 100 million meals will be consumed.

2. *Commodity procurement.*—Commodity procurement under section 6 of the National School Lunch Act provides additional commodities to schools to supplement foods purchased locally or otherwise made available for the lunch program. As amended by Public Law 91-248, these commodities may also be used to supplement the school breakfast and nonschool food programs. Section 6 procurement helps to insure nutritionally adequate meals and appreciation for quality foods. It also broadens agricultural markets. Commodities are purchased by the Department on the basis of their nutritional value and acceptability to schools and service institutions.

Protein items of chicken and meat accounted for about two-thirds of the purchases in fiscal year 1970. The remaining one-third consisted of fruits and vegetables. In

fiscal year 1971 frozen ground beef, chicken, and fruits and vegetables are being purchased.

Commodities acquired under price support and surplus removal programs are also available to schools and child-care institutions. The volume of surplus commodities distributed depends upon market conditions.

During 1970 over \$1,259 million worth of agricultural commodities and other foods were used. About 21% of this amount represented commodities contributed under section 6 and the Federal surplus removal and price support programs. Over 79% was purchased through local suppliers.

3. *Nutritional training and surveys.*—Up to 1% of the total funds available may be used for nutritional training and for studies and surveys of food service requirements, as provided for in Public Law 91-248. In the first year of operation—fiscal year 1971—concentration is being placed on surveys and training of managerial workers at the supervisory, school system and local levels to assure effective delivery of nutritionally adequate meals to children.

4. *Operating expenses.*—Administrative and technical assistance is furnished to State agencies, participating schools and child-care institutions. Policies, procedures, and standards are developed for administering the programs and determining eligibility. The programs are administered directly in private schools where the State educational agency is prohibited by law from disbursing funds and in child-care institutions where no State agency has assumed the responsibility for administering the program.

Participation in the programs from 1969 through 1972 is as follows:

CASH PAYMENTS TO STATES

	1969 actual	1970 preliminary	1971 estimate	1972 estimate
1. Total, school lunch: ¹				
Lunches served (million).....	3,368.2	3,574.2	4,500.0	4,500.0
Children (average) (million).....	18.7	19.9	25.0	25.0
Average Federal reimbursement (cents).....	26.1	28.4	212.9	212.9
(a) School lunch—section 4:				
Lunches served (million).....	3,368.2	3,574.2	4,500.0	4,500.0
Average Federal reimbursement (cents).....	4.8	4.7	5.0	5.0
(b) Free and reduced price lunches:				
Lunches served (million).....	507.6	736.5	1,188.0	1,188.0
Children (average) (mil- lion).....	2.8	4.1	6.6	6.6
Average Federal reimburse- ment (cents).....	28.3	217.9	230.0	230.0
2. School breakfast:				
Breakfasts served (million).....	39.7	69.1	100.0	100.0
Children (average) (thousand).....	221	384	555	555
Average Federal reimbursement (cents).....	214	216	215	215
3. Nonfood assistance:				
Schools equipped.....	5,727	8,116	1,611	1,611
Average contribution per school.....	2\$1,792	2\$2,054	\$10,000	\$10,000
4. Nonschool food program:				
Meals served (million).....	10.3	50.2	100.0	100.0
Year-round.....	6.2	35.0	62.5	62.5
Summer.....	4.1	15.2	37.5	37.5
Children served (thousand).....	138.4	321.5	500.0	500.0
Year-round.....	39.8	91.6	125.0	125.0
Summer.....	98.6	229.9	375.0	375.0
Average cost per child per day (cents).....	27.4	29.0	41.6	41.6

¹ Out of an estimated total of 105,000 schools, programs were available in 76,563 schools in fiscal year 1970. This includes schools participating in the breakfast program.

² Includes special section 32 funding.

FINANCING OF PROGRAMS

[In millions of dollars]

	1969 actual	1970 actual	1971 estimated	1972 estimated
State and local contributions (total, including payments by children)....	1,516.5	1,663.7	2,088.9	2,183.8
Federal financing:				
1. Cash payments to States:				
(a) School lunch.....	161.6	168.0	225.0	225.0
(b) Special assistance.....	142.0	1132.0	1356.4	1356.4
(c) School breakfast.....	15.5	110.9	115.0	115.0
(d) Nonfood assistance.....	110.2	116.7	216.1	16.1
(e) State administrative ex- penses.....	1.5	11.7	13.5	13.5
(f) Nonschool food program.....	3.2	7.2	320.8	20.8
2. Commodity procurement (sec.6).....	64.2	64.3	64.3	64.3
3. Nutritional training and surveys.....			.8	.8
4. Surplus commodity distribution.....	207.9	194.7	191.1	247.3
5. Special milk program.....	101.9	101.5	103.3	
Federal contributions.....	597.0	697.0	996.3	949.2
Total, all contributions.....	2,113.5	2,360.7	3,085.2	3,133.0

¹ Includes special section 32 funds.

² Includes carryover of \$1.1 million from fiscal year 1970.

³ Includes carryover of \$8.8 million from fiscal year 1970.

Object Classification (in thousands of dollars)

Identification code 05-34-5539-0-1-702	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions.....	2,142	2,996	3,125
11.3 Positions other than permanent.....	29	44	44
11.5 Other personnel compensation.....	6	14	10
Total personnel compensation.....	2,177	3,054	3,179
12.1 Personnel benefits: Civilian employees.....	169	250	260
21.0 Travel and transportation of persons.....	178	300	305
22.0 Transportation of things.....	4	11	12
23.0 Rent, communications, and utilities.....	85	164	164
24.0 Printing and reproduction.....	206	260	240
25.0 Other services.....	115	367	256
Services of other agencies.....	602	711	676
26.0 Supplies and materials.....	15	30	30
Grants of commodities to States.....	63,994	64,325	64,325
31.0 Equipment.....	28	45	35
41.0 Grants, subsidies, and contributions.....	240,069	480,900	513,200
99.0 Total obligations.....	307,642	550,417	582,682

Personnel Summary

Total number of permanent positions.....	265	300	300
Full-time equivalent of other positions.....	4	6	6
Average number of all employees.....	205	286	293
Average GS grade.....	7.3	7.5	7.6
Average GS salary.....	\$9,509	\$9,772	\$9,827

FOREIGN AGRICULTURAL SERVICE

Federal Funds

General and special funds:

SALARIES AND EXPENSES

For necessary expenses for the Foreign Agricultural Service, including carrying out title VI of the Agricultural Act of 1954 (7 U.S.C. 1761-1768), market development activities abroad, and for enabling the Secretary to coordinate and integrate activities of the Department in connection with foreign agricultural work, including not to exceed \$35,000 for representation allowances and for expenses pursuant to section 8 of the Act approved August 3, 1956 (7 U.S.C. 1766), [\$24,273,000] \$24,496,000: *Provided*, That not less than \$255,000 of the funds contained in this appropriation shall be available to obtain statistics and related facts on foreign production and full and complete information on methods used by other countries to move farm commodities in world trade on a competitive basis: *Provided further*, That, in addition, not to exceed \$3,117,000 of the

General and special funds—Continued

SALARIES AND EXPENSES—Continued

funds appropriated by section 32 of the Act of August 24, 1935, as amended (7 U.S.C. 612c), shall be merged with this appropriation and shall be available for all expenses of the Foreign Agricultural Service. (7 U.S.C. 2201, 2202; Department of Agriculture and Related Agencies Appropriation Act, 1971.)

Program and Financing (in thousands of dollars)

Identification code 05-36-2900-0-1-355		1970 actual	1971 est.	1972 est.
Program by activities:				
1.	International trade.....	795	883	883
2.	Agricultural attachés.....	5,577	5,824	5,824
3.	Market development.....	15,800	15,724	15,772
4.	Commodity programs.....	3,446	3,671	3,671
	Total program costs, funded ¹	25,618	26,102	26,150
	Change in selected resources ²	372	1,524	1,463
10	Total obligations.....	25,990	27,626	27,613
Financing:				
11	Receipts and reimbursements from:			
	Federal funds: Limitation on administrative expenses, Commodity Credit Corporation.....	-13	-----	-----
25	Unobligated balance lapsing.....	702	250	-----
	Budget authority.....	26,679	27,876	27,613
Budget authority:				
Current:				
40	Appropriation.....	24,037	24,273	24,496
41	Transferred to other accounts.....	-475	-22	-----
43	Appropriation (adjusted).....	23,562	24,251	24,496
44.20	Proposed supplemental for civilian pay act increases.....	-----	508	-----
Permanent:				
62	Transferred from other accounts.....	3,117	3,117	3,117
63	Appropriation (adjusted).....	3,117	3,117	3,117
Relation of obligations to outlays:				
71	Obligations incurred, net.....	25,977	27,626	27,613
72	Obligated balance, start of year.....	27,558	23,198	25,406
74	Obligated balance, end of year.....	-23,198	-25,406	-27,172
77	Adjustments in expired accounts.....	-6,273	-----	-----
90	Outlays, excluding pay increase supplementals.....	24,064	24,935	25,822
91.20	Outlays from civilian pay act supplemental.....	-----	483	25

¹ Includes capital outlay as follows: 1970, \$109 thousand; 1971, \$109 thousand; 1972, \$109 thousand.

² Selected resources as of June 30 are as follows:

	1969	1970 adjustments	1970	1971	1972
Unpaid undelivered orders.....	21,397	-6,281	15,218	16,605	17,936
Advances.....	1,231	-----	1,501	1,638	1,770
Total selected resources	22,628	-6,281	16,719	18,243	19,706

The Foreign Agricultural Service helps American agriculture to maintain and expand foreign markets for its products and reports foreign developments as a guide to American agricultural production, policies, and programs.

The Service helps to develop foreign markets for U.S. farm products through effective market promotion under special export programs and through continuous efforts to remove international trade barriers that inhibit export sales.

It also maintains a worldwide agricultural intelligence and reporting service that enables American agriculture to carry out its production, policies, and programs in the context of world developments. Pertinent agricultural

and economic data of foreign production and markets, and information on foreign agricultural policies are continuously analyzed and reported.

1. *International trade.*—The Service directs and coordinates Department responsibilities in international trade agreement programs and negotiations, under the authority of the Trade Expansion Act. It identifies and strives to reduce foreign trade barriers to U.S. agricultural exports. Developments in foreign trade policies are examined and their effect on agricultural trade and operations are reported with recommendations as to courses of action.

The Service recommends Department positions and participates in negotiations on trade agreements and international commodity agreements. It reviews and reports trade regulations of countries (primarily those signatory to the General Agreement on Tariffs and Trade) as to how such regulations affect the movement of U.S. farm products in world trade.

The Service administers a program of import controls, in accordance with section 22 of the Agricultural Adjustment Act, on foreign farm products which would render ineffective or materially interfere with Department programs relating to agricultural commodities. It is also responsible for administering import controls established under the 1964 Meat Import Act and section 204 of the Trade Expansion Act.

2. *Agricultural attachés.*—The Service maintains agricultural attachés at 61 foreign posts to assist in the development of markets abroad for U.S. agricultural commodities. They work closely with numerous U.S. agricultural trade groups and maintain contacts with foreign governments to promote greater market accessibility for U.S. farm products. They carry out a comprehensive schedule of reporting foreign agricultural production, marketing, and trade policy developments to keep U.S. agriculture, industry, and Government currently informed.

3. *Market development.*—The Service administers programs concerned with the development of foreign markets for agricultural products of the United States, and coordinates interagency participation and action essential to administration of these programs. These functions involve: (a) Developing a system of worldwide promotional programs, on a commodity-by-commodity basis, in cooperation with national organizations of producers, processors, and exporters, and providing overall guidance to these organizations in carrying out cooperative programs; (b) developing, operating, and evaluating a worldwide system of multicommodity promotional programs utilizing trade fairs, trade centers and point-of-purchase campaigns to expand overseas markets; (c) reviewing foreign marketing plans; providing technical assistance in their design; developing procedures and controlling budgets and funds essential to their implementation; and evaluating programs implemented; (d) cooperating with State and local organizations in programs designed to provide technical assistance to U.S. agricultural export firms and to stimulate participation of new U.S. "cooperator" groups in promotional projects; (e) developing and guiding a systematic review of foreign markets on a country-by-country basis to find new market opportunities for U.S. agricultural products and to develop long-range promotional plans for such markets; and (f) exploring new methods and techniques to stimulate the flow of U.S. farm products into overseas markets.

4. *Commodity programs.*—Information essential to domestic planning and to foreign marketing of specific U.S. farm commodities is obtained, analyzed, and made

available to U.S. farm and trade groups and to Government. Foreign agricultural competition is analyzed and reported. Marketing programs, in which producers, exporters, and Government officials participate, are developed to maintain and expand the foreign market for U.S. farm products. Assistance is given to U.S. trade representatives in negotiations with foreign officials. Assistance is given to American exporters and foreign importers to bring them together under conditions favorable to trade.

Object Classification (in thousands of dollars)

Identification code 05-36-2900-0-1-355	1970 actual	1971 est.	1972 est.
FOREIGN AGRICULTURAL SERVICE			
Personnel compensation:			
11.1 Permanent positions.....	8,934	9,492	9,488
11.3 Positions other than permanent.....	127	130	130
11.5 Other personnel compensation.....	75	70	70
11.8 Special personal service payments.....	17	4	-----
Total personnel compensation.....	9,153	9,696	9,688
12.1 Personnel benefits: Civilian employees.....	881	892	889
21.0 Travel and transportation of persons.....	676	762	765
22.0 Transportation of things.....	167	124	138
23.0 Rent, communications, and utilities.....	531	536	536
24.0 Printing and reproduction.....	202	225	225
25.0 Other services.....	13,988	15,139	15,120
26.0 Supplies and materials.....	113	114	114
31.0 Equipment.....	111	127	127
42.0 Insurance claims and indemnities.....	11	11	11
Total obligations, Foreign Agricultural Service.....	25,833	27,626	27,613
ALLOCATION TO EXPORT MARKETING SERVICE			
Personnel compensation:			
11.1 Permanent positions.....	140	-----	-----
12.1 Personnel benefits: Civilian employees.....	11	-----	-----
21.0 Travel and transportation of persons.....	3	-----	-----
24.0 Printing and reproduction.....	1	-----	-----
31.0 Equipment.....	2	-----	-----
Total obligations, allocation accounts.....	157	-----	-----
99.0 Total obligations.....	25,990	27,626	27,613

Personnel Summary

FOREIGN AGRICULTURAL SERVICE			
Total number of permanent positions.....	773	794	794
Full-time equivalent of other positions.....	17	17	17
Average number of all employees.....	702	722	722
Average GS grade.....	9.9	9.9	9.9
Average GS salary.....	\$14,769	\$14,917	\$15,066
Average salary of ungraded positions.....	\$4,856	\$4,953	\$5,052

ALLOCATION TO EXPORT MARKETING SERVICE

Total number of permanent positions.....	17	-----	-----
Average number of all employees.....	9	-----	-----
Average GS grade.....	9.6	-----	-----
Average GS salary.....	\$13,941	-----	-----

SALARIES AND EXPENSES (SPECIAL FOREIGN CURRENCY PROGRAM)

Program and Financing (in thousands of dollar equivalents)

Identification code 05-36-2901-0-1-355	1970 actual	1971 est.	1972 est.
Program by activities:			
Market development projects (program costs, funded).....	475	811	812

Change in selected resources ¹	344	189	188
10 Total obligations.....	818	1,000	1,000
Financing:			
17 Recovery of prior year obligations.....	-1,969	-----	-----
21 Unobligated balance available, start of year.....	-3,389	-4,537	-3,537
24 Unobligated balance available, end of year.....	4,537	3,537	2,537
Budget authority.....			
Relation of obligations to outlays:			
71 Obligations incurred, net.....	-1,151	1,000	1,000
72 Obligated balance, start of year.....	4,008	2,085	2,335
74 Obligated balance, end of year.....	-2,085	-2,335	-2,585
90 Outlays.....	772	750	750

¹ Selected resources as of June 30 are as follows:

	1969	1970 adjust- ments	1970	1971	1972
Unpaid undelivered orders.....	3,027	-1,969	1,499	1,679	1,859
Advances.....	169	-----	72	81	89
Total selected resources	3,196	-1,969	1,571	1,760	1,948

Foreign currencies generated by the sale of agricultural commodities under title I of the Agricultural Trade Development and Assistance Act of 1954, as amended, as well as foreign currencies acquired by the United States from other sources, and declared to be excess to the normal requirements of the United States by the Treasury Department are used to develop new foreign markets and expand existing markets for U.S. agricultural commodities. The commodities include cotton, dairy products, fats and oils, grain, feed, livestock and meat, poultry, fruits and vegetables, and tobacco.

The type of market development projects being carried out include sales promotion campaigns, trade fairs and exhibits, nutrition demonstrations, and market analyses. In 1972, it is planned that the unobligated balance brought forward in this appropriation will be used to purchase those currencies necessary to carry on the program. Dollar funds for use in other countries are included in the appropriation Salaries and expenses.

Object Classification (in thousands of dollars)

Identification code 05-36-2901-0-1-355	1970 actual	1971 est.	1972 est.
11.1 Personnel compensation: Permanent positions.....			
74	81	81	81
12.1 Personnel benefits: Civilian employees.....	6	7	7
21.0 Travel and transportation of persons.....	108	133	133
22.0 Transportation of things.....	6	7	7
23.0 Rent, communications, and utilities.....	36	45	45
24.0 Printing and reproduction.....	2	2	2
25.0 Other services.....	580	717	717
26.0 Supplies and materials.....	7	8	8
99.0 Total obligations.....	818	1,000	1,000

Personnel Summary

Total number of permanent positions.....	20	20	20
Average number of all employees.....	19	20	20
Average salary of ungraded positions.....	\$4,856	\$4,953	\$5,052

ALLOCATIONS RECEIVED FROM OTHER ACCOUNTS AND ALLOTMENTS

Note.—Obligations incurred under allocations and allotments from other accounts are included in the schedules of the parent appropriations as follows:

Agriculture:

- "Commodity Credit Corporation fund."
- "Commodity Credit Corporation, Administrative expenses."
- "Removal of surplus agricultural commodities."

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

Identification code 05-36-3929-0-4-355	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Commodity Credit Corporation representatives for sales.....	2	2	2
2. Sales of personal property.....	5	3	5
3. Miscellaneous service to other accounts.....	117	90	81
4. AID program.....	119	-----	-----
10 Total program costs, funded—obligations.....	243	95	88

Financing:

Receipts and reimbursements from:			
11 Federal funds.....	-238	-92	-83
14 Non-Federal sources ¹	-5	-3	-5

Budget authority.....

Relation of obligations to outlays:

71 Obligations incurred, net.....	-----	-----	-----
90 Outlays.....	-----	-----	-----

¹ Reimbursements from non-Federal sources are the proceeds from the sale of personal property being replaced (40 U.S.C. 481(c)).

Object Classification (in thousands of dollars)

Identification code 05-36-3929-0-4-355	1970 actual	1971 est.	1972 est.
11.1 Personnel compensation: Permanent positions.....	133	11	3
12.1 Personnel benefits: Civilian employees.....	10	1	-----
23.0 Rent, communications, and utilities.....	8	-----	-----
24.0 Printing and reproduction.....	4	-----	-----
25.0 Other services.....	83	80	80
31.0 Equipment.....	4	3	5
99.0 Total obligations.....	242	95	88

Personnel Summary

Total number of permanent positions.....	1	0	0
Average number of all employees.....	14	1	1
Average GS grade.....	9.9	9.9	9.9
Average GS salary.....	\$14,769	\$14,917	\$15,066

EXPORT MARKETING SERVICE

Federal Funds

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

Identification code 05-37-3900-0-4-355	1970 actual ¹	1971 est.	1972 est.
Program by activities:			
1. Commodity exports.....	470	613	607
2. Exports under Public Law 480 and the CCC export credit sales program.....	1,724	2,451	2,427
3. Barter program.....	606	790	783
10 Total obligations.....	2,800	3,854	3,817

Financing:

Receipts and reimbursements from:			
Federal funds:			
Limitation on administrative expenses, Commodity Credit Corporation.....			
	-2,706	-3,854	-3,817

Commodity Credit Corporation fund... -94

Budget authority.....

Relation of obligations to outlays:

71 Obligations incurred, net.....	-----	-----	-----
90 Outlays.....	-----	-----	-----

¹ The figures in this column reflect only CCC funds which were transferred to and expended by the Export Marketing Service.

The Service was established on March 28, 1969, pursuant to the authority of 5 U.S.C. 301 and the Reorganization Plan No. 2 of 1953. The programs of the Service were formerly performed by the Foreign Agricultural Service and the Agricultural Stabilization and Conservation Service.

The major objective of the Service is to promote and assist in the expansion of export sales of U.S.-produced farm products. This is accomplished through a series of programs and activities described in the three major categories below, and through continuing cooperation with other U.S. Government agencies, foreign governments, export trade firms, banks, and ocean chartering agencies.

1. *Commodity exports.*—The Service administers programs to facilitate and expand the commercial export sales of privately owned and Commodity Credit Corporation (CCC) owned agricultural commodities, and develops related pricing policies. The Service also carries out the domestic operations to implement the Wheat Trade Convention of the International Grains Arrangement, including the fixing of payment rates and certificate costs for export marketing certificates. These programs are authorized by the CCC Charter Act, and the Agricultural Acts of 1949 and 1970, as amended.

2. *Exports under Public Law 480 and the CCC export credit sales program.*—The Service conducts programs which facilitate the sale of agricultural commodities for dollars on credit terms or for foreign currencies. In addition, large quantities of these commodities are donated to foreign governments and intergovernmental and voluntary agencies in over 100 countries. These programs are authorized by titles I and II of the Agricultural Trade Development and Assistance Act of 1954, as amended (Public Law 480). The Service also conducts a program to finance the commercial export credit sales of agricultural commodities.

3. *Barter program.*—The Service conducts, under the CCC Charter Act and the Agricultural Trade Development and Assistance Act of 1954, barter transactions which use agricultural exports to generate the funds to pay for goods and services which U.S. Government agencies would otherwise buy abroad with dollars. Exports are restricted to areas where they will help maintain or increase the U.S. share of markets, thereby benefiting the balance of payments. In exceptional circumstances, barter may also be used to procure strategic materials for the national and supplemental stockpiles. Other than in stockpile barter, the agricultural commodities may be from private stocks or from those acquired by CCC in its price support operations. Present stockpile barter activity is limited to deliveries under uncompleted contracts. No new contracts for strategic materials have been made since fiscal year 1968 and none are planned.

Funds for the operation of the Service are provided from the limitation on amounts available for administrative expenses of the CCC.

Object Classification (in thousands of dollars)

Identification code 05-37-3900-0-4-355	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions.....	2,256	2,879	2,868
11.3 Positions other than permanent.....	7	19	21
Total personnel compensation.....	2,263	2,898	2,889
12.1 Personnel benefits: Civilian employees.....	172	239	237
21.0 Travel and transportation of persons.....	64	95	99
22.0 Transportation of things.....	1	2	2
23.0 Rent, communications, and utilities.....	97	125	125
24.0 Printing and reproduction.....	51	75	75
25.0 Other services.....	139	320	320
26.0 Supplies and materials.....	11	50	50
31.0 Equipment.....	2	50	20
99.0 Total obligations.....	2,800	3,854	3,817

Personnel Summary

Total number of permanent positions.....	196	217	217
Full-time equivalent of other positions.....	2	2	2
Average number of all employees.....	179	203	201
Average GS grade.....	9.6	9.5	9.5
Average GS salary.....	\$13,941	\$13,905	\$13,995

FOREIGN ECONOMIC DEVELOPMENT SERVICE

Federal Funds

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

Identification code 05-38-3936-0-4-152	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Training of foreign participants.....	807	947	950
2. Technical consultation and support service.....	404	524	531
3. Special projects.....	934	1,100	1,250
4. Subsistence for foreign training while in U.S.....	2,815	4,000	4,000
10 Total obligations.....	4,960	6,571	6,731
Financing:			
11 Receipts and reimbursements from: Federal funds.....	-4,960	-6,571	-6,731
Budget authority.....			
Relation of obligations to outlays:			
71 Obligations incurred, net.....			
72 Obligated balance, start of year.....	697	671	671
74 Obligated balance, end of year.....	-671	-671	-671
90 Outlays.....	26		

The Service administers the Department's responsibilities in the agricultural phases of the U.S. foreign development assistance programs. This includes direction of the Department's activities under agreement with the Agency for International Development (AID), particularly agricultural technical assistance and training programs. The Service participates with AID in the planning of agricultural development policy, in the formulation of self-help agreements with food-aid nations, and in the review and evaluation of agricultural assistance efforts. In performing these functions, the Service works closely

with other U.S. and international organizations to help them utilize the scientific and institutional competence of American agriculture in carrying out development assistance programs. The Service is financed with funds allocated from AID.

Object Classification (in thousands of dollars)

Identification code 05-38-3936-0-4-152	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions.....	1,271	1,517	1,588
11.3 Positions other than permanent.....	19	22	22
11.5 Other personnel compensation.....	30	32	33
11.8 Special personal service payments.....	19	20	20
Total personnel compensation.....	1,339	1,591	1,663
12.1 Personnel benefits: Civilian employees.....	98	128	137
21.0 Travel and transportation of persons.....	160	206	230
22.0 Transportation of things.....	7	10	11
23.0 Rent, communications, and utilities.....	39	38	39
24.0 Printing and reproduction.....	36	37	38
25.0 Other services.....	441	536	586
26.0 Supplies and materials.....	14	15	16
31.0 Equipment.....	11	10	11
41.0 Grants, subsidies, and contributions.....	2,815	4,000	4,000
99.0 Total obligations.....	4,960	6,571	6,731

Personnel Summary

Total number of permanent positions.....	108	126	126
Full-time equivalent of other positions.....	1	3	3
Average number of all employees.....	92	112	119
Average GS grade.....	9.0	9.4	9.5
Average GS salary.....	\$13,361	\$13,899	\$14,060
Average FC grade.....	3.2	3.5	3.5
Average FC salary.....	\$22,483	\$20,932	\$20,932

COMMODITY EXCHANGE AUTHORITY

Federal Funds

General and special funds:

SALARIES AND EXPENSES

For necessary expenses to carry into effect the provisions of the Commodity Exchange Act, as amended (7 U.S.C. 1-17b), [\$2,552,000] including not to exceed \$20,000 for employment under 5 U.S.C. 3109, \$2,671,000. (Department of Agriculture and Related Agencies Appropriation Act, 1971.)

Program and Financing (in thousands of dollars)

Identification code 05-40-1900-0-1-355	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Registration and auditing of brokerage houses.....	634	669	669
2. Supervision of futures trading.....	1,155	1,290	1,290
3. Investigation.....	475	712	712
Total program costs, funded ¹	2,264	2,671	2,671
Change in selected resources ²	137		
10 Total obligations.....	2,401	2,671	2,671
Financing:			
25 Unobligated balance lapsing.....	77		
Budget authority.....	2,478	2,671	2,671

¹ Includes capital outlays as follows: 1970, \$34 thousand; 1971, \$0; 1972, \$0.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders; 1969, \$115 thousand (1970 adjustments, -\$13 thousand); 1970, \$237 thousand; 1971, \$237 thousand; 1972, \$237 thousand.

General and special funds—Continued

SALARIES AND EXPENSES—Continued

Program and Financing (in thousands of dollars)—Continued

Identification code 05-40-1900-0-1-355		1970 actual	1971 est.	1972 est.
Budget authority:				
40	Appropriation	2,491	2,552	2,671
41	Transferred to other accounts	-13	-2	
43	Appropriation (adjusted)	2,478	2,550	2,671
44.20	Proposed supplemental for civilian pay act increases		121	
Relation of obligations to outlays:				
71	Obligations incurred, net	2,401	2,671	2,671
72	Obligated balance, start of year	224	445	496
74	Obligated balance, end of year	-445	-496	-547
77	Adjustments in expired accounts	-13		
90	Outlays, excluding pay increase supplemental	2,167	2,505	2,614
91.20	Outlays from civilian pay act supplemental		115	6

The major objectives of the Commodity Exchange Authority, in the enforcement of the Commodity Exchange Act, are to protect the price and hedging services of the commodity futures markets. These services are widely used by farmers, merchandisers, and processors. To carry out its enforcement objectives, the Commodity Exchange Authority works to maintain fair trading practices and competitive pricing on commodity exchanges, and to prevent price manipulation, cheating, fraud, and abusive acts and practices in commodity transactions. Enforcement of the act includes supervision of 20 commodity exchanges designated as contract markets, approximately 350 brokerage firms registered as futures commission merchants, and about 1,100 registered floor brokers operating on the exchanges.

The highlight of fiscal 1970 was the new record set in volume of regulated futures trading, up 20% from the previous year. An estimated 10.3 million futures transactions (one side only) were made in fiscal 1970, with a value of \$92.9 billion, compared with 8.6 million transactions, valued at \$67.5 billion a year earlier. A large part of the increased trading activity was in the soybean complex commodities (beans, oil, meal). More than one-fourth of the 23 regulated commodities in fiscal 1970 had record volumes of trading:

Commodity	Unit	1969-70	Previous record	Year
Frozen pork bellies	Contracts	2,287,292	1,670,102	1968-69
Live beef cattle	do	860,858	624,922	1968-69
Live hogs	do	119,716	12,834	1968-69
Soybean oil	do	1,672,031	587,305	1965-66
Soybean meal	do	717,604	423,178	1966-67
Shell eggs	do	629,477	489,645	1960-61

The above commodities, plus soybeans, shouldered the major increase in volume of trading in fiscal 1970. Most other commodities, although showing decreases from the previous year, continued with high-level trading volume in 1969-70.

1. *Registration and auditing of brokerage houses.*—This consists of (a) protection of customers' funds through the establishment and enforcement of minimum financial standards for futures commission merchants and periodic

audits of their books and records, and (b) annual registration of futures commission merchants and floor brokers.

REGISTRATIONS AND AUDITS

	1970 actual	1971 estimate	1972 estimate
Audit of customers' segregated funds	289	325	340
Accounts examined	21,576	25,000	26,000
Financial statements examined	234	300	300
Financial requirements audits	89	100	100
Futures commission merchants registered	369	350	350
Floor brokers registered	1,088	1,100	1,200

2. *Supervision of futures trading.*—This activity develops information and economic evidence for the prevention of price manipulation and market corners, controls excessive speculation by enforcement of limits on trading and positions, detects false and misleading market information affecting prices, and disseminates reports and statistics on trading and special futures market situations.

REPORTS TABULATED AND ANALYZED

	1970 actual	1971 estimate	1972 estimate
Daily trading volume and open contracts	210,300	248,000	266,000
Daily and weekly reports of large traders	457,900	523,000	561,000
Delivery notices	72,900	79,000	84,000

3. *Investigations.*—Apparent or alleged violations of the law and regulations are investigated, and trade practice surveys are made to discover violations. The Authority also prepares and presents evidence of violations in administrative hearings and judicial proceedings. Investigations are made to determine whether exchanges are enforcing their trading rules and contract terms as required by the act.

INVESTIGATIONS AND PROCEEDINGS

	1970 actual	1971 estimate	1972 estimate
Compliance investigations completed	62	83	88
Trade practice investigations completed	2	3	8
Criminal prosecutions instituted		1	1
Administrative proceedings instituted	10	10	11

Object Classification (in thousands of dollars)

Identification code 05-40-1900-0-1-355		1970 actual	1971 est.	1972 est.
Personnel compensation:				
11.1	Permanent positions	1,750	1,949	1,949
11.3	Positions other than permanent	12	20	20
11.5	Other personnel compensation	18	20	20
	Total personnel compensation	1,780	1,989	1,989
12.1	Personnel benefits: Civilian employees	138	159	164
13.0	Benefits for former personnel		10	
21.0	Travel and transportation of persons	61	69	69
22.0	Transportation of things	3	5	5
23.0	Rent, communications, and utilities	60	169	169
24.0	Printing and reproduction	35	39	39
25.0	Other services	226	199	204
26.0	Supplies and materials	17	18	18
31.0	Equipment	81	14	14
99.0	Total obligations	2,401	2,671	2,671

Personnel Summary

Total number of permanent positions	180	180	180
Average number of all employees	166	170	170
Average GS grade	8.1	8.4	8.4
Average GS salary	\$11,257	\$11,748	\$11,748

AGRICULTURAL STABILIZATION AND CONSERVATION SERVICE

Federal Funds

General and special funds:

EXPENSES, AGRICULTURAL STABILIZATION AND CONSERVATION SERVICE

For necessary administrative expenses of the Agricultural Stabilization and Conservation Service, including expenses to formulate and carry out programs authorized by title III of the Agricultural Adjustment Act of 1938, as amended (7 U.S.C. 1301-1393); Sugar Act of 1948, as amended (7 U.S.C. 1101-1161); sections 7 to 15, 16(a), 16(d), 16(e), 16(f), 16(i), and 17 of the Soil Conservation and Domestic Allotment Act, as amended (16 U.S.C. 590g-590q); subtitles B and C of the Soil Bank Act (7 U.S.C. 1831-1837, 1802-1814, and 1816); and laws pertaining to the Commodity Credit Corporation, **[\$150,000,000] \$156,555,000**: *Provided*, That, in addition, not to exceed **[\$68,779,000] \$74,536,000** may be transferred to and merged with this appropriation from the Commodity Credit Corporation fund (including not to exceed **[\$30,228,000] \$32,006,000** under the limitation on Commodity Credit Corporation administrative expenses): *Provided further*, That other funds made available to the Agricultural Stabilization and Conservation Service for authorized activities may be advanced to and merged with this appropriation: *Provided further*, That no part of the funds appropriated or made available under this Act shall be used (1) to influence the vote in any referendum; (2) to influence agricultural legislation, except as permitted in 18 U.S.C. 1913; or (3) for salaries or other expenses of members of county and community committees established pursuant to section 8(b) of the Soil Conservation and Domestic Allotment Act, as amended, for engaging in any activities other than advisory and supervisory duties and delegated program functions prescribed in administrative regulations. (7 U.S.C. 442-445, 447-449, 608c, 624, 1282, 1421-1433, 1441-1449, 1641-1642, 1691-1697, 1701-1709, 1721-1724, 1731-1736, 1741-1747, 1781-1787, 1838, 1851-1854, 1856-1857, 1859; 16 U.S.C. 712a, 713a-10, 713a-13, 714-714p; 22 U.S.C. 1922; 31 U.S.C. 841, 846-852, 866-868; 40 U.S.C. App. A203, A401-5; 50 U.S.C. App. 1917; 71 Stat. 290; 76 Stat. 218; 80 Stat. 131; Department of Agriculture and Related Agencies Appropriation Act, 1971.)

Program and Financing (in thousands of dollars)

Identification code 05-44-3300-0-1-351	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Program formulation and appraisal	3,519	3,705	3,705
2. Operation of supply adjustment, conservation, and price support programs	198,785	209,534	211,603
3. Inventory management and merchandising	24,279	25,322	25,590
Total program costs, funded ¹	226,583	238,561	240,898
Change in selected resources ²	674		
10 Total obligations	227,257	238,561	240,898
Financing:			
Receipts and reimbursements from:			
11 Federal funds:			
Commodity Credit Corporation fund	-63,782	-69,147	-71,766
Other	-5,653	-5,879	-5,947
13 Trust fund accounts	-2		
14 Non-Federal sources ³	-4,259	-6,630	-6,630
22 Unobligated balance transferred from other accounts	-600		
25 Unobligated balance lapsing	38		
Budget authority	153,000	156,905	156,555

¹ Includes capital outlay as follows: 1970, \$562 thousand; 1971, \$562 thousand, 1972, \$562 thousand.

² Selected resources as of June 30 are as follows:

	1969	1970	1971	1972
Stores	149	168	168	168
Unpaid undelivered orders	643	1,298	1,298	1,298
Total selected resources	792	1,466	1,466	1,466

³ Reimbursements from non-Federal sources are in large part service charges from producers and receipts from sales of aerial photographs (7 U.S.C. 1387).

Budget authority:				
40	Appropriation	152,000	150,000	156,555
42	Transferred from other accounts	1,000		
43	Appropriation (adjusted)	153,000	150,000	156,555
44.20	Proposed supplemental for civilian pay act increases		6,905	
Relation of obligations to outlays:				
71	Obligations incurred, net	153,562	156,905	156,555
72	Obligated balance, start of year	3,647	4,400	5,036
74	Obligated balance, end of year	-4,400	-5,036	-5,672
77	Adjustments in expired accounts	-206		
90	Outlays, excluding pay increase supplemental	152,604	149,659	155,624
91.20	Outlays from civilian pay act supplemental		6,610	295

This account includes funds to cover expenses of programs administered by, and functions assigned to, the Service. The funds consist of direct appropriation, transfers from the Commodity Credit Corporation (CCC), and miscellaneous advances from other sources. This is a consolidated account for administrative expenses of National, Commodity, State and county offices.

The Commodity offices and the data processing centers in Kansas City and New Orleans play an important role in administering price support programs and the field operations stemming from producer loan and purchase agreements, inventory management, and merchandising activities.

The State committees are in general administrative charge of all programs carried out in their respective States. Within the framework of national policy, they determine the policies to be followed and direct the adaptation of national programs to the State.

The Agricultural Stabilization and Conservation county committees are responsible for the local administration of programs. They carry out all functions dealing directly with farmers. The elected county committee is in charge of the county office.

The programs and activities carried out by this Service include: Rural environmental assistance program (formerly the Agricultural conservation program); Appalachian Region conservation program; acreage allotment and marketing quota programs; Sugar Act program; conservation reserve program; wheat and feed grain diversion programs; cropland conversion program; cropland adjustment program; dairy and beekeeper indemnity payment program; Wool Act program; bin storage program; and price support and related programs.

The activities carried out by the Service fall within three major categories:

1. *Program formulation and appraisal.*—The supply adjustment, conservation, and price support programs, and the management and merchandising of commodities acquired under the price support program, have a tremendous impact on the national and, to a lesser extent, the international economy. This activity provides for constant review of the effectiveness of these programs. It also provides for the analysis of data to formulate even more effective programs.

2. *Operation of supply adjustment, conservation, and price support programs.*—This activity includes all functions dealing with the administration of programs carried out through the farmer committee system, including: (a) developing program regulations and procedures; (b) holding meetings with employees and producers to discuss new programs or changes in existing programs; (c) collecting and compiling basic data for individual farms; (d) establishing individual farm allotments; (e) establishing pro-

General and special funds—Continued

EXPENSES, AGRICULTURAL STABILIZATION AND CONSERVATION
SERVICE—Continued

portionate shares for sugar farms when necessary; (f) notifying producers of allotments, proportionate shares, productivity indexes, and payment rates; (g) determining farm marketing allocations; (h) handling appeals; (i) determining county normal yields; (j) conducting referendums and certifying results; (k) checking compliance with acreage allotments and use of diverted acres; (l) developing pooling agreements under which several farmers work jointly to solve a common conservation problem which cannot be solved by individual action; (m) issuing marketing cards so that production from the allotted acreage can be marketed without penalty; (n) processing producer requests for conservation cost-sharing; and (o) processing commodity loan documents and issuing sight drafts.

3. *Inventory management and merchandising.*—This activity includes: (a) overall management of CCC-owned commodities; (b) selling commodities; (c) donating commodities; and (d) accounting for loans and commodities. The value of the commodities owned by CCC on June 30, 1970, was about \$1,860 million.

The volume of work in fiscal year 1970 under some of the major programs financed from this account is set forth below:

Acreage allotments and marketing quotas (allotments):			
Tobacco.....	533,169		
Peanuts.....	102,520		
Cotton.....	598,014		
Rice.....	17,161		
Agricultural conservation program:			
Requests for cost-sharing.....	1,736,865		
Conservation materials and services orders.....	916,760		
Applications for payment.....	1,200,600		
Pooling agreements.....	4,960		
Sugar Act program:			
Participating ownership tracts.....	55,546		
Estimated planted acreage.....	2,045,051		
Conservation reserve program:			
Number of farm contracts.....	35,008		
Feed grain and wheat programs:			
Number of participating farms.....	1,850,178		
Price support program:			
Reinspection of farm-stored loans.....	360,582		
Number of loan repayments received.....	483,839		
Farm-stored loans taken over.....	79,502		
Number of rescals.....	248,376		
Number of warehouse loans acquired.....	175,805		
Number of farm storage loans.....	248,194		
Number of warehouse loans.....	231,812		
Number of farm storage facility and drier loans.....	84,953		
Bin storage program:			
Number of structures.....	94,027		
Number of bushels in storage.....	167,061,853		
Number of bushels handled.....	44,252,935		
Cropland adjustment program:			
Number of agreements.....	63,493		
Requests for cost-sharing.....	2,067		
Cropland conversion program:			
Number of agreements.....	8,005		
Requests for cost-sharing.....	216		

Object Classification (in thousands of dollars)

Identification code 05-44-3300-0-1-351	1970 actual	1971 est.	1972 est.
AGRICULTURAL STABILIZATION AND CONSERVATION SERVICE			
Personnel compensation:			
11.1 Permanent positions.....	46,062	48,016	48,223
11.3 Positions other than permanent.....	2,472	3,283	3,283

11.5 Other personnel compensation.....	677	769	769
Total personnel compensation.....	49,211	52,068	52,275
12.1 Personnel benefits: Civilian employees.....	4,022	4,326	4,359
13.0 Benefits for former personnel.....	254	100	100
21.0 Travel and transportation of persons.....	2,952	3,400	3,300
22.0 Transportation of things.....	473	460	440
23.0 Rent, communications, and utilities.....	9,803	10,031	10,034
24.0 Printing and reproduction.....	1,292	1,250	1,250
25.0 Other services.....	2,660	2,535	2,500
26.0 Supplies and materials.....	1,069	1,090	1,100
31.0 Equipment.....	274	305	300
41.0 Grants, subsidies, and contributions.....	155,014	162,780	165,024
42.0 Insurance claims and idemnities.....	6	10	10
44.0 Refunds.....	44	-----	-----
Total obligations, Agricultural Stabilization and Conservation Service.....	227,074	238,355	240,692

ALLOTMENT ACCOUNTS

Personnel compensation:			
11.1 Permanent positions.....	116	139	141
11.3 Positions other than permanent.....	2	2	2
Total personnel compensation.....	118	141	143
12.1 Personnel benefits: Civilian employees.....	10	12	13
21.0 Travel and transportation of persons.....	11	11	11
22.0 Transportation of things.....	3	3	3
23.0 Rent, communications, and utilities.....	1	1	1
24.0 Printing and reproduction.....	-----	1	1
25.0 Other services.....	35	36	33
26.0 Supplies and materials.....	-----	1	1
31.0 Equipment.....	5	-----	-----
Total obligations, allotment accounts.....	184	206	206
99.0 Total obligations.....	227,257	238,561	240,898

Obligations are distributed as follows:

Agricultural Stabilization and Conservation			
Service.....	227,074	238,355	240,692
Forest Service.....	163	176	176
Office of General Counsel.....	20	30	30

Personnel Summary

AGRICULTURAL STABILIZATION
AND CONSERVATION SERVICE

Total number of permanent positions.....	4,166	4,125	4,136
Full-time equivalent of other positions.....	329	400	400
Average number of all employees.....	4,379	4,432	4,452
Average GS grade.....	8.3	8.5	8.5
Average GS salary.....	\$11,823	\$12,040	\$12,051
Average FC grade.....	2.0	2.0	2.0
Average FC salary.....	\$27,237	\$27,237	\$27,237
Average salary of ungraded positions.....	\$6,875	\$7,487	\$7,487

ALLOTMENT ACCOUNTS

Total number of permanent positions.....	9	9	9
Average number of all employees.....	9	11	11
Average GS grade.....	8.3	8.5	8.5
Average GS salary.....	\$11,006	\$11,483	\$11,638
Average salary of ungraded positions.....	\$8,415	\$8,523	\$8,523

SUGAR ACT PROGRAM

For necessary expenses to carry into effect the provisions of the Sugar Act of 1948 (7 U.S.C. 1011-1161), **[\$83,600,000]** **\$86,000,000**, to remain available until June 30 of the next succeeding fiscal year. (*Department of Agriculture and Related Agencies Appropriation Act, 1971.*)

Program and Financing (in thousands of dollars)

Identification code 05-44-3305-0-1-351	1970 actual	1971 est.	1972 est.
Program by activities:			
Payments to sugar producers:			
(a) Continental beet area.....	60,916	53,589	53,865

(b) Continental cane area.....		12,845	15,000	14,280
(c) Offshore cane area.....		19,239	15,011	17,855
10	Total program costs, funded— obligations (object class 41.0).....	93,000	83,600	86,000
Financing:				
40	Budget authority (appropriation).....	93,000	83,600	86,000
Relation of obligations to outlays:				
71	Obligations incurred, net.....	93,000	83,600	86,000
72	Obligated balance, start of year.....	8,589	8,613	4,213
74	Obligated balance, end of year.....	-8,613	-4,213	-5,213
90	Outlays.....	92,976	88,000	85,000

The objectives are to provide consumers with adequate supplies of sugar at reasonable prices, to protect the welfare of the domestic sugar industry, and to promote the export trade of the United States. Total U.S. requirements and quotas are determined each year. The quota for each domestic area is allotted to individual sellers when necessary to achieve orderly marketing. Restrictive farm acreage allotments are established for producers when necessary to avoid surpluses.

Payments are made which supplement the income of domestic producers of cane and beets. Payments require compliance with specified conditions of employment, production, and price. Payments are also made for abandonment of planted acreage and crop deficiencies on harvested acreage due to natural calamities.

The increase of \$2.4 million proposed for 1972 is required to provide necessary funds to complete payments on the 1970 crop, and to make payments on the 1971 crop to all eligible producers in the fiscal year 1972.

Tax collections from imports of sugar exceed total obligations by \$630.4 million for fiscal years 1938 through 1970.

The principal outputs are:

PRODUCTION, THOUSANDS OF SHORT TONS, RAW VALUE

Area	Crop year		
	1969 actual	1970 estimated	1971 estimated
Continental beet area.....	3,390	3,350	3,480
Continental cane area.....	1,071	1,250	1,440
Hawaii.....	1,182	1,185	1,235
Puerto Rico (prior crop year).....	485	460	500
Total output.....	6,128	6,245	6,655

【AGRICULTURAL CONSERVATION PROGRAM】

RURAL ENVIRONMENTAL ASSISTANCE PROGRAM

For necessary expenses to carry into effect the program authorized in section 7 to 15, 16(a) and 17 of the Soil Conservation and Domestic Allotment Act, approved February 29, 1936, as amended (16 U.S.C. 590g-590o, 590p(a), and 590q), including not to exceed \$15,000 for the preparation and display of exhibits, including such displays at State, interstate, and international fairs within the United States, 【\$185,000,000】 \$150,000,000, to remain available until December 31 of the next succeeding fiscal year for compliance with the programs of soil-building and soil- and water-conserving practices authorized under this head in the Department of Agriculture and related Agencies Appropriation Acts, 【1969】 1970 and 【1970】 1971, carried out during the period July 1, 【1968】 1969, to December 31, 【1970】 1971, inclusive: *Provided*, That none of the funds herein appropriated shall be used to pay the salaries or expenses of any regional information employees or any State information employees, but this shall not preclude the answering of inquiries or supplying of information at the county level to individual farmers: *Provided further*, That no portion of the funds for the current year's program may be utilized to provide financial or technical assistance for drainage on wetlands

now designated as Wetland Types 3(III), 4(IV), and 5(V) in United States Department of the Interior, Fish and Wildlife Circular 39, Wetlands of the United States, 1956: *Provided further*, That necessary amounts shall be available for administrative expenses in connection with the formulation and administration of the 【1971】 1972 program of soil-building and soil- and water-conserving practices, including related wildlife conserving practices and pollution abatement practices, under the Act of February 29, 1936, as amended (amounting to 【\$195,500,000】 \$140,000,000, excluding administration, except that no participant shall receive more than \$2,500, except where the participants from two or more farms or ranches join to carry out approved practices designed to conserve or improve the agricultural resources of the community): *Provided further*, That not to exceed 5 per centum of the allocation for the current year's 【agricultural conservation】 program for any county may, on the recommendation of such county committee and approval of the State committee, be withheld and allotted to the Soil Conservation Service for services of its technicians in formulating and carrying out the 【agricultural conservation】 *Rural Environmental Assistance* program in the participating counties, and shall not be utilized by the Soil Conservation Service for any purpose other than technical and other assistance in such counties, and in addition, on the recommendation of such county committee and approval of the State committee, not to exceed 1 per centum may be made available to any other Federal, State, or local public agency for the same purpose and under the same conditions: *Provided further*, That for the current year's program, \$2,500,000 shall be available for technical assistance in formulating and carrying out agricultural conservation practices: *Provided further*, That such amounts shall be available for the purchase of seeds, fertilizers, lime, trees, or any other farming material, or any soil-terracing services, and making grants thereof to agricultural producers to aid them in carrying out farming practices approved by the Secretary under programs provided for herein: *Provided further*, That no part of any funds available to the Department, or any bureau, office, corporation, or other agency constituting a part of such Department, shall be used in the current fiscal year for the payment of salary or travel expenses of any person who has been convicted of violating the Act entitled "An Act to prevent pernicious political activities", approved August 2, 1939, as amended, or who has been found in accordance with the provisions of title 18, United States Code, section 1913, to have violated or attempted to violate such section which prohibits the use of Federal appropriations for the payment of personal services or other expenses designed to influence in any manner a Member of Congress to favor or oppose any legislation or appropriation by Congress except upon request of any Member or through the proper official channels. (16 U.S.C. 590g-590o, 590p-1; Department of Agriculture and Related Agencies Appropriation Act, 1971.)

Program and Financing (in thousands of dollars)

Identification code 05-44-3315-0-1-354		1970 actual	1971 est.	1972 est.
Program by activities:				
10	Cost-sharing assistance to farmers (costs—obligations) (object class 41.0).....	185,000	150,000	140,000
Financing:				
21.49	Unobligated balance available, start of year (contract authority).....		-10,500	-45,500
24.49	Unobligated balance available, end of year (contract authority).....	10,500	45,500	
25.49	Unobligated balance lapsing (contract authority).....		10,500	45,500
Budget authority.....		195,500	195,500	140,000
Budget authority:				
40	Appropriation.....	195,500	185,000	150,000
40.49	Appropriation to liquidate contract authority.....	-195,500	-185,000	-150,000
43	Appropriation (adjusted).....			
49	Contract authority (81 Stat. 328 and 82 Stat. 647).....	195,500	195,500	140,000
Relation of obligations to outlays:				
71	Obligations incurred, net.....	185,000	150,000	140,000
	Obligated balance, start of year (allo- cation to States):.....			
72.40	Appropriation.....	19,030	31,794	37,994
72.49	Contract authority.....	195,500	185,000	150,000

General and special funds—Continued

[AGRICULTURAL CONSERVATION PROGRAM]—Continued
RURAL ENVIRONMENTAL ASSISTANCE PROGRAM—Continued
Program and Financing (in thousands of dollars)—Continued

Identification code 05-44-3315-0-1-354	1970 actual	1971 est.	1972 est.
Obligated balance, end of year (allocation to States):			
74.40 Appropriation.....	-31,794	-37,994	-37,994
74.49 Contract authority.....	-185,000	-150,000	-140,000
77 Adjustments in expired accounts.....	-117		
90 Outlays.....	182,618	178,800	150,000

Status of Unfunded Contract Authority (in thousands of dollars)

Unfunded balance, start of year.....	195,500	185,000	150,000
Contract authority.....	195,500	195,500	140,000
Administrative cancellation of unfunded balance.....	-10,500	-45,500	
Unfunded balance, end of year.....	-185,000	-150,000	-140,000
Appropriation to liquidate contract authority.....	195,500	185,000	150,000

For approximately 35 years, the Agricultural Conservation Program has encouraged conservation by sharing with farmers, ranchers, and woodland owners the cost of carrying out approved soil-building and soil and water-conserving practices, including wildlife-conserving measures. However, in recognition of the changes in economic and conservation problems which have occurred, the program has been renamed the Rural Environmental Assistance Program.

The modified program is focusing on demonstration of good environmental enhancement practices and preservation of the environment. Some of the measures offered include those designed to establish permanent protective cover, improve and protect established vegetative cover, enhance wildlife resources, and reduce or control agriculture-related pollution.

The following and other practices were installed under the 1969 Agricultural Conservation Program on nearly a million farms:

[In thousands]

Constructing water storage reservoirs.....	structures.....	45
Constructing terraces.....	acres.....	615
Establishing stripcropping systems.....	do.....	294
Establishing permanent sod waterways.....	do.....	37
Establishing or improving enduring vegetative cover.....	do.....	9,005
Controlling competitive shrubs on range or pasture.....	do.....	1,912
Planting trees and shrubs.....	do.....	147
Improving stands of forest trees.....	do.....	154

Funds are distributed among the States on the basis of conservation needs. They are, in turn, distributed by the Agricultural Stabilization and Conservation State committees to counties. The county committees approve conservation practice cost-sharing for eligible persons.

Loans from Commodity Credit Corporation are used to make advance payments to vendors. These payments are for conservation materials and services furnished to farmers and ranchers prior to the time funds are appropriated each year. Repayment is made from balances of prior appropriations or from new funds appropriated.

Amounts repaid or estimated to be repaid on the Commodity Credit Corporation loans are:

[In thousands of dollars]

	1970 actual	1971 estimate	1972 estimate	Total
Loan repayment.....	30,000	27,200	27,200	84,400
Interest.....	29	25	25	79

A level of \$140 million for the 1972 program is proposed, excluding administrative expenses. Payments for the 1972 program will be made principally from the 1973 appropriation.

WATER BANK ACT PROGRAM

For necessary expenses to carry into effect the provisions of the Water Bank Act (Public Law 91-559), \$10,000,000, to remain available until expended.

Program and Financing (in thousands of dollars)

Identification code 05-44-3320-0-1-351	1970 actual	1971 est.	1972 est.
Program by activities:			
10 Cost sharing and technical assistance (costs—obligations) (object class 41.0).....			10,000
Financing:			
40 Budget authority (appropriation).....			10,000
Relation of obligations to outlays:			
71 Obligations incurred, net.....			10,000
90 Outlays.....			10,000

The purposes of this program are to preserve, restore, and improve the wetlands of the Nation, and thereby to conserve surface waters, to preserve and improve habitat for migratory waterfowl and other wildlife resources, to reduce runoff, soil and wind erosion, and contribute to flood control, to contribute to improved water quality and reduce stream sedimentation, to contribute to improved subsurface moisture, to reduce acres of new land coming into production and to retire lands now in agricultural production, to enhance the beauty of the landscape, and to promote comprehensive water management planning.

The Secretary of Agriculture will enter into agreements with landowners and operators for the conservation of specified wetlands. The agreements will be for 10 years with provision for renewal for additional periods. During the period of the agreement the landowner agrees not to drain, burn, fill, or otherwise destroy the wetland character of such areas, nor to use such areas for agricultural purposes, as determined by the Secretary. The Secretary will make annual payments to the owner or operator at a rate to be determined. The rate of annual payment may be increased if the owner or operator agrees to permit, without other compensation, access by the general public for hunting, trapping, fishing, and hiking. The Secretary may also share the cost of establishing and maintaining conservation and development practices on the wetlands and adjacent areas.

The Secretary will carry out the program in harmony with wetlands programs administered by the Secretary of the Interior and will utilize the technical and related services of appropriate State, Federal, and private conservation agencies to assure proper coordination.

CROPLAND ADJUSTMENT PROGRAM

For necessary expenses to carry into effect a cropland adjustment program as authorized by the Food and Agriculture Act of 1965 (7 U.S.C. 1838), [\$77,800,000] \$69,800,000. (Department of Agriculture and Related Agencies Appropriation Act, 1971.)

Program and Financing (in thousands of dollars)

Identification code 05-44-3335-0-1-351	1970 actual	1971 est.	1972 est.
Program by activities:			
10 Adjustment, cost-sharing and technical assistance (program costs, funded—obligations) (object class 41.0).....	77,200	77,800	69,800
Financing:			
Budget authority.....	77,200	77,800	69,800
Budget authority:			
40 Appropriation.....	78,600	77,800	69,800
41 Transferred to other accounts.....	-1,400	-----	-----
43 Appropriation (adjusted).....	77,200	77,800	69,800
Relation of obligations to outlays:			
71 Obligations incurred, net.....	77,200	77,800	69,800
72 Obligated balance, start of year.....	5,960	5,788	6,438
74 Obligated balance, end of year.....	-5,788	-6,438	-6,258
90 Outlays.....	77,372	77,150	69,980

The Cropland adjustment program was authorized by the Food and Agriculture Act of 1965 which expires with the 1970 crop year. This program assists farmers, through long-term agreements, to divert cropland from the production of certain crops to more needed uses that will promote the development and conservation of our soil, water, forest, wildlife, and recreational resources. The period of an agreement cannot be less than 5 years nor more than 10 years. The program also helps farmers establish, protect, and conserve open spaces and natural beauty, and prevent air and water pollution.

In return for diverting the cropland to approved public benefit uses, producers receive adjustment payments. They also are eligible to receive cost-sharing assistance for establishing approved land treatment measures. Additional incentive payments are made to producers who enter into agreements to permit free public access to land designated under the Cropland adjustment program agreement, for hunting, trapping, fishing, and hiking.

Under the Greenspan provisions of the program, funds may also be made available to Federal, State, or local governmental agencies for use in acquiring cropland to be permanently converted to specified public uses, and cost-shares may be paid to such agencies for establishing approved land treatment measures consistent with the conditions and costs under agreements entered into with producers.

Cropland adjustment programs were approved for 1966 and 1967.

CONSERVATION RESERVE PROGRAM

Program and Financing (in thousands of dollars)

Identification code 05-44-3369-0-1-351	1970 actual	1971 est.	1972 est.
Program by activities:			
10 Conservation reserve program (costs—obligations) (object class 41.0).....	37,250	-----	-----
Financing:			
17 Recovery of prior year obligations.....	-1,350	-----	-----
23 Unobligated balance transferred to other accounts.....	1,350	-----	-----
40 Budget authority (appropriation)....	37,250	-----	-----
Relation of obligations to outlays:			
71 Obligations incurred, net.....	35,900	-----	-----

72 Obligated balance, start of year.....	3,885	1,165	238
74 Obligated balance, end of year.....	-1,165	-238	-149
90 Outlays.....	38,620	927	89

This program, initiated in 1956, has two objectives. One is to bring total crop acreage more nearly in line with demand by withdrawing cropland from production. The other is to establish and maintain sound conservation practices on the land withdrawn. The Secretary was authorized, through calendar year 1960, to enter into 3- to 15-year contracts with producers. For removing designated cropland from production and for establishing necessary conservation practices, the producer receives an annual rental payment each year of the contract period. He also receives cost-sharing assistance for the establishment of required practices. Total annual rental payments to a producer are limited to \$5 thousand.

Participation in the program is summarized below:

Number of contracts, 1970 program.....	1,957
Number of acres, 1970 program.....	74,989
Payments made in program year 1969.....	\$38,620,111
Estimated payments to be made in program year 1970.....	\$927,124

EMERGENCY CONSERVATION MEASURES

For emergency conservation measures, to be used for the same purposes and subject to the same conditions as funds appropriated under this head in the Third Supplemental Appropriation Act, 1957, to remain available until expended, \$5,000,000, with which shall be merged the unexpended balances of funds heretofore appropriated for emergency conservation measures. (71 Stat. 176; Department of Agriculture and Related Agencies Appropriation Act, 1971.)

Program and Financing (in thousands of dollars)

Identification code 05-44-3316-0-1-354	1970 actual	1971 est.	1972 est.
Program by activities:			
Emergency cost-sharing assistance to farmers (program costs, funded).....	16,382	24,520	9,354
Change in selected resources ¹	-10,913	-10,000	-4,354
10 Total obligations (object class 41.0) ..	5,469	14,520	5,000
Financing:			
11 Receipts and reimbursements from: Federal funds.....	-469	-9,520	-----
40 Budget authority (appropriation)....	5,000	5,000	5,000
Relation of obligations to outlays:			
71 Obligations incurred, net.....	5,000	5,000	5,000
72 Obligated balance, start of year.....	22,098	18,794	16,294
74 Obligated balance, end of year.....	-18,794	-16,294	-13,794
90 Outlays.....	8,304	7,500	7,500

¹ Selected resources as of June 30 are as follows: Advances, 1969, \$12,099 thousand (1970 adjustments, \$4,918 thousand); 1970, \$6,104 thousand (1971 adjustments, \$5,250 thousand); 1971, \$1,354 thousand (1972 adjustments, \$3,000 thousand); 1972, \$0.

This appropriation provides special funds for sharing the cost of emergency conservation measures to deal with cases of severe damage to farm and rangelands resulting from natural disasters. The criteria under which assistance may be made available are set forth in the Soil Conservation and Domestic Allotment Act (16 U.S.C. 590(h)).

Funds are allocated for use only in those counties designated by the Secretary of Agriculture as disaster counties. Assistance is made available to treat new conservation problems which: (1) if not treated will impair

General and special funds—Continued

EMERGENCY CONSERVATION MEASURES—Continued

or endanger the land, (2) materially affect the productive capacity of the land, (3) represent damage which is unusual in character and, except for wind erosion, is not the type which would recur frequently in the same area, and (4) will be so costly to rehabilitate that Federal assistance is or will be required to return the land to productive agricultural use.

Under the 1970 program cost-sharing assistance is being provided to treat farmlands damaged by drought, flood, tornado, winds, hurricane, and icing. As of August 31, 1970, there were 190 counties in 28 States where assistance was being provided.

Major disaster assistance is also made available on a reimbursable basis for the Office of Emergency Preparedness relating to debris removal pursuant to the provisions of Public Law 91-79.

DAIRY AND BEEKEEPER INDEMNITY [PAYMENTS TO DAIRY FARMERS] PROGRAMS

For necessary expenses involved in making payments to dairy farmers and manufacturers of dairy products who have been directed to remove their milk or milk products from commercial markets because it contained residues of chemicals registered and approved for use by the Federal Government, [\$250,000] and to beekeepers who through no fault of their own have suffered losses as a result of the use of economic poisons which had been registered and approved for use by the Federal Government, \$5,500,000, to remain available until expended: Provided, That none of the funds contained in this Act shall be used to make indemnity payments to any farmer whose milk was removed from commercial markets as a result of his willful failure to follow procedures prescribed by the Federal Government. (Public Law 91-524; Department of Agriculture and Related Agencies Appropriation Act, 1971.)

[For an additional amount for "Indemnity Payments to Dairy Farmers", in accordance with subsections (a) and (b) of section 204 of the Agriculture Act of 1970, which qualifies processors for indemnity payments under certain conditions, \$300,000.] (Supplemental Appropriations Act, 1971.)

Program and Financing (in thousands of dollars)

Identification code 05-44-3314-0-1-351	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Indemnity payments to dairy farmers.....	200	250	200
2. Indemnity payments to manufacturers of dairy products.....	-----	300	300
3. Indemnification to beekeepers.....	-----	-----	5,000
10 Total program costs, funded (costs—obligations) (object class 41.0).....	200	550	5,500
Financing:			
40 Budget authority (appropriation).....	200	550	5,500
Relation of obligations to outlays:			
71 Obligations incurred, net.....	200	550	5,500
72 Obligated balance, start of year.....	41	115	165
74 Obligated balance, end of year.....	-115	-165	-165
90 Outlays.....	126	500	5,500

Under this program the Department makes indemnification payments to dairy farmers, manufacturers of dairy products, and beekeepers.

This program began in 1964 and was limited (until the passage of the Agricultural Act of 1970) to payments to dairy farmers, who were directed to remove their milk from commercial markets because it contained residues of

chemicals registered and approved for use by the Federal Government.

The Agricultural Act of 1970 authorized indemnification payments, beginning with the date of its enactment, to manufacturers of dairy products who have been directed to remove their products because it contained residues of chemicals registered and approved for use by the Federal Government.

The Agricultural Act of 1970 also authorized payments to beekeepers who, through no fault of their own, have suffered losses of honey bees after January 1, 1967, as a result of utilization of economic poisons near or adjacent to the property on which the beehives of such beekeepers were located.

Indemnification to dairy farmer claims for the period January 1, 1964, through June 30, 1970, amounted to \$1,283,451.

Proposed for separate transmittal, existing legislation:

DAIRY AND BEEKEEPER INDEMNITY PROGRAMS

Program and Financing (in thousands of dollars)

Identification code 05-44-3314-1-1-351	1970 actual	1971 est.	1972 est.
Program by activities:			
10 Indemnity payments to beekeepers (costs—obligations) (object class 41.0).....	-----	3,500	-----
Financing:			
40 Budget authority (proposed supplemental appropriation).....	-----	3,500	-----
Relation of obligations to outlays:			
71 Obligations incurred, net.....	-----	3,500	-----
90 Outlays.....	-----	3,500	-----

The Agriculture Act of 1970 authorized indemnification payments to beekeepers under the conditions indicated above. It is currently anticipated that \$3.5 million will be needed for these payments in 1971.

CROPLAND CONVERSION PROGRAM

Program and Financing (in thousands of dollars)

Identification code 05-44-3333-0-1-351	1970 actual	1971 est.	1972 est.
Relation of obligations to outlays:			
71 Obligations incurred, net.....	-----	-----	-----
72 Obligated balance, start of year.....	3,815	1,539	1,339
74 Obligated balance, end of year.....	-1,539	-1,339	-1,189
90 Outlays.....	2,276	200	150

Long-range agreements were approved with farmers and ranchers from 1963 to 1967 to make changes from their past cropping systems and land uses to other income-producing, public benefit uses.

The agreements, not to exceed 10 years, provide for payments, the furnishing of materials and services, and other assistance to farmers. In return, farmers change the land-use and install and maintain conservation practices. Adjustment payments were authorized to be made either upon approval of the agreement or on an annual installment basis. Land treatment practice payments are made after the practice is installed.

The law placed a limit of \$10 million on payments made in a calendar year under signed agreements.

ALLOCATIONS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allotments and allocations from other accounts are included in the schedules of the parent appropriation as follows:

Agriculture:

Soil Conservation Service, "Great Plains Conservation Program."

Funds appropriated to the President:

"Revolving fund, Defense Production Act."

Appalachian Region Commission, "Appalachian Region Conservation Program."

COMMODITY CREDIT CORPORATION

Federal Funds

General and special funds:

REIMBURSEMENT FOR NET REALIZED LOSSES

To reimburse the Commodity Credit Corporation for net realized losses sustained in prior years but not previously reimbursed, pursuant to the Act of August 17, 1961 (15 U.S.C. 713a-11, 713a-12), in the following amounts: fiscal year 1968, \$249,998,669; fiscal

year 1969, \$3,113,156,331; in total, \$3,363,155,000. *Provided*, That no funds appropriated by this Act shall be used to formulate or administer programs for the sale of agricultural commodities pursuant to title I of Public Law 480, 83d Congress, as amended, to any nation which sells or furnishes or which permits ships or aircraft under its registry to transport to North Vietnam any equipment, materials or commodities, so long as North Vietnam is governed by a Communist regime. (*Department of Agriculture and Related Agencies Appropriation Act, 1971.*)

REIMBURSEMENT TO COMMODITY CREDIT CORPORATION, NATIONAL WOOL ACT

Public enterprise funds:

COMMODITY CREDIT CORPORATION FUND

Note.—Expenditures from the following fund for 1971 are subject to the first paragraph of title III of the Department of Agriculture and Related Agencies Appropriation Act, 1971. For 1972 this paragraph is shown on p. 175 preceding Federal Crop Insurance Corporation.

Program and Financing (in thousands of dollars)

Identification code 05-48-4336-0-3-999

1970 actual 1971 est. 1972 est.

Program by activity:

Price support and related programs:

Operating costs:

1. Cost of commodities sold including exchange for payment-in-kind certificates.....	881,991	1,401,012	848,952
2. Cost of commodities donated, domestic.....	177,139	189,484	302,328
3. Storage, transportation, and other costs not included above.....	362,732	356,015	238,986
4. Export payments.....	100,719	165,983	116,863
5. Price support payments.....	1,528,637	1,631,621	1,838,000
6. Wheat certificates issued.....	791,690	824,151	797,150
7. Acreage diversion payments:			
(a) Feed grains.....	915,827	770,840	-----
(b) Wheat.....	71,519	67,000	-----
(c) Cotton.....	26,673	25,208	5,000
8. Administrative expense subject to limitation.....	31,999	36,500	35,730
9. Nonadministrative expense not distributed above.....	28,604	28,469	31,821
10. Interest:			
(a) Treasury.....	583,084	575,064	424,718
(b) Other.....	32,515	-----	-----
11. Increase or decrease (—) in provision for losses:			
(a) On commodities for sale.....	—45,526	—21,114	—10,392
(b) On accounts receivable.....	—1,435	4	-----

Total operating costs, funded..... 5,486,168 6,050,237 4,629,156

Capital outlay:

1. Direct loans.....	50,240	55,000	74,000
2. Guaranteed loans.....	2,338,305	1,972,360	2,001,374
3. Purchase of administrative equipment.....	807	2,500	6,500
4. Export credit sales program (obligations).....	209,459	287,119	311,826

Total capital outlay, funded..... 2,598,811 2,316,979 2,393,700

Total program costs, funded..... 8,084,979 8,367,216 7,022,856

Change in selected resources¹..... —898,231 —1,154,467 —142,639

Total obligations, price support and related programs..... 7,186,748 7,212,749 6,880,217

Special activities:

Operating costs, funded:

1. Commodities transferred from price support program and commodities procured.....	262,560	275,112	264,283
2. Other operating costs:			
(a) Interest.....	1,249	1,362	1,158
(b) Other program and operating costs.....	1,046,708	1,134,680	1,058,218

Total operating costs, funded..... 1,310,517 1,411,154 1,323,659

Capital outlay:

Loans made for agricultural conservation purposes (obligations)..... 27,200 27,200 27,200

Total program costs, funded..... 1,337,717 1,438,354 1,350,859

Change in selected resources¹..... —46,533 —10,327 5,000

Total obligations, special activities..... 1,291,184 1,428,027 1,355,859

Total obligations..... 8,477,932 8,640,776 8,236,076

¹ Balances of selected resources are identified on the statement of financial condition.

Public enterprise funds—Continued

REIMBURSEMENT TO COMMODITY CREDIT CORPORATION, NATIONAL WOOL ACT—Continued

COMMODITY CREDIT CORPORATION FUND—Continued

Program and Financing (in thousands of dollars)—Continued

Identification code 05-48-4336-0-3-999		1970 actual	1971 est.	1972 est.
Financing:				
Receipts and reimbursements from:				
Price support and related programs:				
11	Federal funds:			
	Sales to special activities	-262,560	-275,112	-264,283
	Interest revenue	-1,358	-1,462	-1,258
	Other revenue	-2,673	-2,450	-2,450
14	Non-Federal sources (62 Stat. 1070):			
	Sale of wheat certificates	-389,425	-393,750	-401,450
	Sales and other proceeds	-619,109	-1,206,174	-561,274
	Interest revenue	-62,155	-66,670	-51,523
	Other revenue	-479	-500	-500
	Realization of assets	133	-550	-550
	Loans repaid	-1,832,928	-2,269,995	-1,683,098
	Loan collateral forfeited	-1,073,174	-418,449	-258,985
	Repayments by importers:			
	Short-term export credit sales program	-164,572	-213,822	-243,853
	Interest revenue	-16,873	-19,935	-24,120
	Subtotal, price support and related programs	-4,425,173	-4,868,869	-3,493,155
Special activities:				
11	Federal funds:			
	Reimbursements received	-231,917	-235,640	-201,040
	Repayment of loan for agricultural conservation purposes	-30,000	-27,200	-27,200
	Advance from foreign assistance and special export programs	-921,250	-702,525	-1,320,400
14	Non-Federal sources (68 Stat. 454, as amended):			
	Repayments by foreign governments and importers:			
	Long-term credit sales (Public Law 480)	-77,110	-85,000	-94,000
	Subtotal, special activities	-1,260,277	-1,050,365	-1,642,640
22	Unobligated balance transferred from other accounts	-30,000		
24. 47	Unobligated balance available, end of year: Authority to spend public debt receipts			529,244
32	Conversion of asset sales to debt (transactions not applied to surplus or deficit of the current year)	1,589,545		
	Budget authority	4,352,030	2,721,542	3,629,525
Budget authority:				
Price support and related programs:				
40	Reimbursement for net realized losses	5,215,934	3,363,155	4,213,331
40. 49	Appropriation to liquidate contract authority	-931,797	-697,886	-659,818
43	Appropriation (adjusted)	4,284,137	2,665,269	3,553,513
	Budget authority, price support and related programs	4,284,137	2,665,269	3,553,513
Special activities:				
60	Reimbursement to Commodity Credit Corporation, National Wool Act (permanent, indefinite special fund)	67,893	56,273	76,012
Relation of obligations to outlays:				
Price support and related programs:				
71	Obligations incurred, net	2,761,575	2,343,880	3,387,062
Obligated balance, start of year:				
72. 47	Authority to spend public debt receipts	2,385,067	2,238,416	2,071,729
72. 49	Contract authority	2,236,230	1,346,924	653,575
72. 98	Fund balance:			
	Commodity Credit Corporation	90,479	123,117	120,000
	Agricultural Stabilization and Conservation Service funds reported elsewhere	-62,706	-74,600	-70,723
Obligated balance, end of year:				
74. 47	Authority to spend public debt receipts	-2,238,416	-2,071,729	-2,484,019
74. 49	Contract authority	-1,346,924	-653,575	
74. 98	Fund balance:			
	Commodity Credit Corporation	-123,117	-120,000	-120,000
	Agricultural Stabilization and Conservation Service funds reported elsewhere	74,600	70,723	66,804
90	Outlays, price support and related programs	3,776,790	3,203,156	3,624,428
Special activities:				
71	Obligations incurred, net	30,907	377,662	-286,781
72. 49	Obligated balance, start of year	53,271	10,780	6,243
74. 49	Obligated balance, end of year	-10,780	-6,243	-17,243
77	Adjustments to military housing nonexpenditure transaction	5,291	6,000	6,000
90	Outlays, special activities	78,689	388,199	-291,781
	Total outlays	3,855,479	3,591,355	3,332,647

Status of Unfunded Contract Authority (in thousands of dollars)

Unfunded balance, start of year ²	2,289,501	1,357,704	659,818
Unfunded balance, end of year ²	-1,357,704	-659,818	-----
Appropriation to liquidate contract authority	931,797	697,886	659,818

² Statutory obligations against borrowing authority include only borrowing from, or with the approval of Treasury. A sufficient amount of CCC's borrowing authority is required to be reserved to cover obligations to purchase notes, certificates of interest, or other obligations evidencing loans held by banks and accrued interest thereon, but such obligations, other obligations, contingent liabilities, and commitments do not become charges against the statutory borrowing authority until they result in borrowing from Treasury. Only that portion of the borrowing authority is available which has neither been so reserved nor charged by actual borrowings.

The Corporation was created to stabilize, support, and protect farm income and prices, help maintain balanced and adequate supplies of agricultural commodities, their products, foods, feeds, and fibers, and help in their orderly distribution (15 U.S.C. 714-714p). It may also make available materials and facilities required in connection with the production and marketing of agricultural commodities. In addition to its basic functions, it is used to administer and, in some cases, temporarily finance numerous special activities.

The Corporation's capital stock of \$100 million is held by the United States. Up to \$14.5 billion may be borrowed to finance operations.

Budget assumptions.—The following general assumptions form the basis for the Corporation's 1971 and 1972 budget estimates: (a) Employment, production, and national income will rise both in 1971 and 1972 from the present level; (b) generally, exports of agricultural commodities in 1972 will increase over 1971 levels; (c) yields for the 1971 crops are based on recent averages adjusted for trend; (d) acreage allotments and marketing quotas will be in effect for the 1971 crops of peanuts, rice, and certain kinds of tobacco (flue-cured tobacco will be on an acreage-poundage program); and (e) special programs for cotton, feed grains, and wheat will be in operation.

It is difficult to forecast with accuracy, requirements for the year ending June 30, 1972. Complex and unpredictable factors are involved, such as weather, other factors which affect the volume of production of crops not yet planted, feed and food needs here and overseas, and available dollar exchange.

PROGRAMS OF THE CORPORATION

The basic functions of the Corporation include the following programs for which appropriations are made for net realized losses sustained (in thousands of dollars):

Program	1972 estimate		
	Gross obligations	Outlays	Net realized loss for year
Price support payments	1,838,000	1,838,000	1,838,000
Wheat certificates issued (535 million bushels)	898,000	395,900	395,900
Commodity export payments	116,863	116,863	116,863
Short-term export credit sales	311,826	67,973	-----
Other price support and related	3,137,609	431,537	602,449
Storage facilities	74,000	13,800	-----
Supply	150	-80	-30
Feed grain set-aside (17 million acres)	-----	-----	-----
Wheat set-aside (13 million acres)	-----	-----	-----
Cotton set-aside (small farms)	5,000	5,000	5,000
Other items not distributed by program	498,769	755,435	414,617
Total	6,880,217	3,624,428	3,372,799

Price support.—The Corporation, through loans, purchases, payments, and other means, supports the prices of

agricultural commodities to producers. This is done mainly under the Commodity Credit Corporation Charter Act (15 U.S.C. 714 et seq.) and the Agricultural Act of 1949, as amended by the Agricultural Act of 1970, Public Law 91-524 (7 U.S.C. 1421 et seq.).

The 1949 act makes price support mandatory for the basic commodities—corn, cotton, wheat, rice, peanuts, and tobacco. It also requires support of the following nonbasic commodities: Tung nuts, honey, milk, barley, oats, rye, and grain sorghums. The National Wool Act of 1954, as amended (7 U.S.C. 1781-1787), requires price support for wool and mohair. Price support for other nonbasic commodities is discretionary. The price support program may also include operations to remove and dispose of surplus agricultural commodities in order to stabilize prices at levels not in excess of those permissible by law.

The principal methods of providing price support are loans to and purchases from producers. With limited exceptions, price support loans are nonrecourse. The commodities serve as collateral for the loan and on maturity the producer may generally deliver or forfeit such collateral to satisfy his obligation without further payment.

Direct purchases are also made from processors as well as producers, depending on the commodity involved. Also, special purchases for the removal of surpluses are made under certain laws, for example: The act of August 19, 1958, as amended (7 U.S.C. 1431 note), and section 416 of the Agricultural Act of 1949, as amended (7 U.S.C. 1431). For feed grains, in addition to loans and purchases, producers receive payments. For upland and extra-long staple cotton, producers receive payments in addition to loans. For wheat, in addition to loans and purchases, producers receive marketing certificates as hereinafter described. In the feed grains, wheat, and cotton programs, the producers must comply with acreage set-aside provisions (hereinafter described), if in effect, in order to be eligible for loans, purchases, payments, and certificates (in the case of wheat). Also, the total amount of payments which a person is entitled to receive under each of these three programs for the 1971, 1972, or 1973 crop of the commodity shall not exceed \$55 thousand.

In price support operations, normal trade facilities are used to the maximum extent practicable. Cooperatives and financial institutions are used in lending activities. Commercial facilities are used to a great extent for storage.

Besides the Charter Act and laws mentioned above, many other laws are applicable to the disposition through sales, donations, and barter of commodities acquired under the price-support program. For accounting purposes, the Corporation credits to the price-support program, proceeds of commodities sold from its price-support stocks, including those disposed of through redemption of domestic and export payment-in-kind certificates and through special activities.

Public enterprise funds—Continued

REIMBURSEMENT TO COMMODITY CREDIT CORPORATION, NATIONAL
WOOL ACT—Continued

COMMODITY CREDIT CORPORATION FUND—Continued

DATA ON PRICE SUPPORT AND RELATED PROGRAMS

[In thousands of dollars]			
Item	1970 actual	1971 estimate	1972 estimate
Loans made.....	2,388,545	2,027,360	2,075,374
Loans repaid.....	1,832,928	2,269,995	1,683,098
Loan collateral forfeited.....	1,073,174	418,449	258,985
Loans outstanding, June 30.....	2,952,484	2,244,178	2,344,126
Acquisitions.....	1,667,518	1,077,467	899,037
Cost of commodities sold.....	881,991	1,401,012	848,952
Cost of commodities donated.....	177,139	189,484	302,328
Inventory as of June 30.....	1,860,272	1,347,243	1,095,000
Investment in loans and inventory as of June 30.....	4,812,756	3,591,421	3,439,126
Price support payments and wheat cer- tificates.....	2,320,327	2,455,772	2,635,150
Diversion payments.....	606,380	863,048	5,000
Net expenditures.....	3,776,790	3,203,156	3,624,428
Realized losses.....	4,213,331	4,157,795	3,372,799

Commodity export.—The Corporation promotes the export of agricultural commodities and products through sales, barter, payments, and other operations. Other than in barter for stockpiling purposes, such commodities and products may be those held in private trade channels as well as those acquired by the Corporation in its price support operations. This program is carried out under the authority contained in the Corporation's charter, particularly sections 5 (d) and (f), and in accordance with specific statutes where applicable. Export sales for foreign currencies or on long-term credit are financed by the Corporation under the Agricultural Trade Development and Assistance Act of 1954, as amended, although such sales of commodities owned by the Corporation may also be made under its charter authority.

The activities described below are illustrative of those conducted under this program during 1971. With respect to barter, the emphasis is on exports in connection with various types of offshore procurement of materials and services needed by the Department of Defense, the Agency for International Development, and other agencies, for which they pay the Corporation. Barter for strategic and other materials for the supplemental stockpile is limited to deliveries from uncompleted contracts. No new contracts have been made since fiscal year 1968 and none are planned. Commodities available for barter vary from time to time.

When necessary to encourage export movement from free-market supplies, as well as from its own stocks, the Corporation makes payments on exports of agricultural commodities. The rate of payment generally is the difference between the prevailing world export sales price and the domestic market price.

To help develop or expand foreign markets, the Corporation may furnish farm commodities and products for samples or exhibits at international trade fairs and for use abroad in testing consumer acceptance and commercial market potentials.

To maximize exports of agricultural commodities, including products thereof, the Corporation conducts an export credit sales program under which it finances, for a period of not to exceed 3 years, commercial export credit sales by exporters of agricultural commodities obtained either from Corporation inventories or from private stocks. These commercial transactions are financed under the Corporation's charter authority and section 4 of the Food for Peace Act (7 U.S.C. 1707a) and are to be dis-

tinguished from the long-term credit contracts involving foreign assistance authorized by the Agricultural Trade Development and Assistance Act of 1954, as amended. Section 4 of the Food for Peace Act authorizes appropriations to reimburse the Corporation annually for its actual costs incurred or to be incurred under this program.

Storage facilities.—The Corporation conducts a program to provide storage adequate to fulfill its program needs. This program is conducted pursuant to sections 4 (h) and (m), and 5 (a) and (b) of the charter.

The Corporation has authority to buy bins (in storage-short areas) and equipment for the care and storage of commodities owned by the Corporation or under its control. This authority to purchase bins has not been exercised since 1956. The Corporation has now reduced its storage capacity by more than 50%. The Corporation makes loans for the purchase, building, or expanding of facilities for storage and care of commodities on the farm and sells, to producers and others, bins needed for the storage of agricultural commodities. Bins sold by the Corporation may be those acquired for resale for such storage or those which are no longer required by the Corporation for the storage of its own commodities. Public Law 89-758 permits the sale of grain storage facilities no longer needed for such program use to public and private nonprofit agencies and organizations. The Corporation may also provide storage use guarantees to encourage building of commercial storage, and undertake other operations necessary to provide storage adequate to carry out the Corporation's programs.

Section 805 of the Agricultural Act of 1970 authorizes the Secretary to make or guarantee loans for construction of farm storage facilities for baled hay from diverted or set-aside acreage. This program would be conducted through the ASC county committees and be financed with capital funds of the Corporation.

Supply and foreign purchase.—The Corporation procures from domestic and foreign sources food, agricultural commodities, and products and related materials to supply the needs of Federal agencies, foreign governments, and private and international relief agencies. It similarly procures or aids in the procurement of such foods, commodities, products, and material for sale to meet domestic requirements during periods of short supply or during such other times as will stabilize prices or facilitate distribution. Through purchases, loans, sales or other means, the Corporation may also make available materials and facilities needed for the production and marketing of agricultural commodities. This program is conducted under section 5 (b) and (c) of the Commodity Credit Corporation Charter Act.

Purchases for other Federal agencies of commodities not in the Corporation's price-support stocks has been the main activity. Purchases of limited quantities of breeder, foundation, and registered seeds of improved varieties of grasses and legumes are made through production contracts in order to assure supplies thereof for farmers. No foreign purchases have been made in recent years.

Section 4 of the act of July 16, 1943 (15 U.S.C. 713a-9), requires that the Corporation be fully repaid from funds of such agencies for services performed, losses sustained, operating costs incurred, or commodities bought or delivered to or on behalf of any other Federal agency. Operations not subject to section 4 may involve losses if such are necessary to the accomplishment of the objectives of the particular operation.

Wheat certificate program.—The Agricultural Adjustment Act of 1938, as amended by the Agricultural Act of 1970,

authorizes a wheat certificate program for the 1971, 1972, and 1973 crops to be conducted by the Secretary through the Corporation. Domestic marketing certificates are to be issued to participating farmers which may be sold at face value to the Corporation. Processors of wheat are required to buy domestic certificates equivalent to the number of bushels of wheat used in the manufacture of food products. The Corporation is to sell certificates at a cost of 75¢ per bushel. While existing law provides for the acquisition of export marketing certificates by wheat exporters, the Agricultural Act of 1970 authorizes the Secretary to suspend this requirement for the period July 1, 1971 through June 30, 1974.

Set-aside programs.—The Agricultural Act of 1970 authorizes the Secretary to conduct, through the Corporation, set-aside programs on the 1971, 1972, and 1973 crops of wheat, feed grains, and upland cotton if he determines that otherwise the total supply of agricultural commodities will likely be excessive. If a set-aside is in effect for any such commodity, producers must, as a condition of eligibility for loans, purchases, payments, and certificates (in the case of wheat) on such commodity, set aside and devote to approved conservation uses specified acreages of cropland and otherwise comply with program requirements.

Land diversion payments.—To assist in adjusting the acreage of commodities to desirable goals, the Secretary is authorized by the Agricultural Act of 1970 to make land diversion payments, through the Corporation, to producers who devote to approved conservation uses acreages of cropland in addition to those required to be so devoted under the set-aside programs.

Cotton research and promotion.—Under section 601 of the Agricultural Act of 1970, the Corporation, through the Cotton Board, and upon approval of the Secretary, is authorized to enter into agreements for cotton market development, research, and sales promotion programs, programs to aid in the development of new and additional markets, marketing facilities, and uses for cotton and cotton products, and programs to facilitate the utilization and commercial application of cotton research findings. Each year, the amount available for such programs shall be the sum of amounts, not exceeding \$10 million, which are not paid to cotton producers because of statutory payment limitations. For each of the 1972 and 1973 crops, an additional amount, not exceeding \$10 million may be used by the Secretary for such programs from funds available for payments on 1972 and 1973 crop cotton.

Loan operations.—The following table reflects loan operations of the Corporation which apply to the preceding programs (in thousands of dollars):

Item	1970 actual	1971 estimate	1972 estimate
Loans outstanding, gross, start of year:			
Commodity Credit Corporation.....	1,903,023	2,952,484	2,244,178
Certificates of interest or loans held by financial institutions.....	1,589,545	-----	-----
Total loans outstanding, gross, start of year.....	3,492,568	2,952,484	2,244,178
Add loans made.....	2,388,545	2,027,360	2,075,374
Deduct:			
Loans repaid.....	1,832,928	2,269,995	1,683,098
Acquisition of loan collateral.....	1,073,174	418,449	258,985
Writeoffs.....	22,527	47,222	33,343
Total loans outstanding, gross, end of year.....	2,952,484	2,244,178	2,344,126
Loans outstanding, gross, end of year:			
Commodity Credit Corporation.....	2,952,484	2,244,178	2,344,126
Allowance for losses.....	-25,932	-19,327	-20,124

Loans receivable, net (price support and storage facilities).....	2,926,552	2,224,851	2,324,002
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Inventory operations.—The following table reflects the inventory operations applicable to the preceding programs (in thousands of dollars):

AGRICULTURAL COMMODITIES			
Item	1970 actual	1971 estimate	1972 estimate
On hand, start of year, gross.....	1,251,863	1,860,237	1,347,243
Acquisitions:			
Forfeiture of loan collateral.....	1,073,174	418,449	258,985
Excess of collateral acquired over loans canceled.....	46,309	21,267	16,777
Purchases.....	544,702	632,660	620,712
Transfers and exchanges, net.....	-3,727	2,187	-262
Carrying charges:			
Charges to inventory.....	6,938	2,825	2,825
Storage and handling.....	(145,170)	(132,383)	(99,360)
Transportation.....	(66,586)	(70,950)	(37,682)
Total acquisitions.....	1,667,396	1,077,388	899,037
Dispositions:			
Donations to:			
Families.....	66,497	70,706	91,723
Institutions.....	39,167	50,822	58,763
School lunch.....	71,475	67,956	151,842
Total donations.....	177,139	189,484	302,328
Sales and transfers:			
Barter:			
For supplemental stockpile.....	131	91	-----
For offshore procurement.....	9,405	2,091	2,000
Special programs:			
Title 11, Public Law 480.....	262,369	275,000	264,243
Migratory waterfowl feed and game birds.....	60	21	40
Total special programs.....	262,429	275,021	264,283
Other sales.....	608,323	1,203,992	559,274
Net loss or gain (—) sales and transfers.....	1,595	-80,297	23,395
Total sales and transfers.....	881,883	1,400,898	848,952
Total dispositions.....	1,059,022	1,590,382	1,151,280
On hand, end of year, gross.....	1,860,237	1,347,243	1,095,000
Allowance for losses.....	-76,620	-55,506	-45,114
On hand, end of year, net.....	1,783,617	1,291,737	1,049,886

STRATEGIC AND CRITICAL MATERIALS			
Item	1970 actual	1971 estimate	1972 estimate
On hand, start of year, gross.....	21	35	-----
Acquisitions:			
Delivered by barter contractors.....	122	79	-----
Carrying charges:			
Storage and handling.....	(27)	(3)	-----
Transportation.....	(-3)	(1)	-----
Total carrying charges.....	(24)	(4)	-----
Total acquisitions.....	122	79	-----
Dispositions:			
Supplemental stockpile.....	131	91	-----
Difference between costs and transfer value.....	-23	23	-----
Total dispositions.....	108	114	-----
On hand, end of year, net.....	35	-----	-----

Public enterprise funds—Continued

REIMBURSEMENT TO COMMODITY CREDIT CORPORATION, NATIONAL
WOOL ACT—Continued

COMMODITY CREDIT CORPORATION FUND—Continued

Administrative expenses.—Administrative expenses are for the services of: The Agricultural Stabilization and Conservation Service, the Consumer and Marketing Service, the Export Marketing Service, the Foreign Agricultural Service and other agencies of the Department engaged in the Corporation's activities; the General Accounting Office for audit; and the General Services Administration for space. Estimates for 1972 include a limitation of \$38.5 million for costs of administration including a reserve of not less than 7% for contingencies.

The requested authorization excludes administrative expenses in connection with the wool and mohair program under the National Wool Act of 1954, as amended, which are included with the cost of this program under Special activities.

Nonadministrative expenses.—Expenses of acquisition, operation, maintenance, improvement, or disposition of property which the Corporation owns or in which it has an interest have been treated as program rather than administrative expenses. Such expenses include inspection, classing, and grading work performed on a fee basis by Federal employees or Federal or State licensed inspectors; work performed on a contract or fee basis by Agricultural Stabilization and Conservation county committees; and special services performed by other Federal agencies outside of this Department.

Most of these general nonadministrative expenses, including storage and handling, transportation, inspection, classing, and grading and resale payments are included in program costs, in the entry entitled Storage, transportation, and other costs not included above, in the program and financing schedule. The item Nonadministrative expense, which appears in the schedule, covers county offices, other Agricultural and Stabilization Conservation Service expenses offset by revenue, custodian and agency expense of the Federal Reserve banks and lending agencies, and miscellaneous costs.

The Corporation receives reimbursement for grain requisitioned pursuant to Public Law 87-152 (7 U.S.C. 447-449) by the States from Corporation stocks to feed resident wildlife threatened with starvation, through the appropriation Reimbursement for net realized losses. The Corporation also obtains recovery through this appropriation for the funds transferred to the Agricultural Research Service pursuant to the Department of Agriculture and Related Agencies Appropriation Act of 1964, for cost of production research and other related research designed to reduce surplus commodities held by the Corporation.

SPECIAL ACTIVITIES

These activities are carried out under authority of section 5(g) of the Corporation's charter act and specific statutory authorizations or directives with respect thereto which are currently in effect or which may subsequently be enacted.

A summary of such current activities not included under other designated activities is as follows (in thousands of dollars):

Item	1972 estimate	
	Gross obligations	Outlays (reimbursable)
(1) Sale of agricultural commodities for foreign currencies.....		-201,000
(2) Sale of agricultural commodities for dollars on credit terms.....	911,611	817,611
(3) Commodities supplied in connection with dispositions abroad.....	345,000	345,000
(4) Bartered materials for supplemental stockpile.....		
(5) Military housing (barter and exchange).....		
(6) National Wool Act.....	67,008	67,008
(7) Grain for migratory waterfowl feed.....	40	
(8) Surplus grain for migratory birds.....		
(9) Grading and classing activities ¹		
(10) Research to increase domestic consumption of farm commodities ¹		
(11) Defense activities ¹		
(12) Transfer of long-staple cotton from national stockpile for sale by Commodity Credit Corporation.....		
(13) Loans for agricultural conservation.....	27,200	
(14) Use of CCC facilities for ASCS programs:		
(A) Conservation reserve program ¹		
(B) Cropland conversion, rural environmental assistance, and emergency conservation measures programs ¹		
(C) Cropland adjustment program ¹		
(D) Appalachia regional conservation program ¹		
(E) Sugar program ¹		
(F) County office expenses ¹		
(15) Purchases of dairy products under sec. 709 of the Food and Agricultural Act of 1965.....		
Total.....	1,350,859	1,028,619

¹ Financial data included under respective appropriation item.

The Corporation receives appropriations or reimbursement for cost of these activities as described under each.

To the extent that sufficient appropriations are not provided in advance, expenditures under the Agricultural Trade Development and Assistance Act of 1954, as amended, and investments in materials transferred to the supplemental stockpile, are made by the Corporation subject to reimbursement from subsequent appropriations authorized for such purpose.

Activities currently being carried out are as follows (see foreign assistance programs and special export program for details of items (1)-(4)):

(1) *Sale of agricultural commodities for foreign currencies (title I, Public Law 480).*

(2) *Sale of agricultural commodities for dollars on credit terms (title I, Public Law 480).*

(3) *Commodities supplied in connection with dispositions abroad (title II, Public Law 480).*

(4) *Bartered materials for supplemental stockpile.*

(5) *Military housing (barter and exchange).*—During 1957, a contract was completed for the disposition of Corporation-owned commodities valued at \$50 million for the construction of military housing in France with foreign currencies obtained from this transaction. 10 U.S.C. 2681 as amended, provides for annual payment to the Corporation by the Department of Defense until liquidation of the amounts due for foreign currencies obtained under Public Law 480 for military housing. It is estimated that \$2 million will be applied against the amounts due under the French housing transaction in each year. Beginning in 1967, the Treasury Department has classified this as a nonexpenditure transaction.

(6) *National Wool Act.*—Under the National Wool Act of 1954, as amended by the Agricultural Act of 1970,

support of prices of wool and mohair is mandatory. The Corporation makes payments to producers in order to bring the national average price received by all producers up to the support price required under the act.

COST OF THE NATIONAL WOOL ACT

[Dollars in thousands]

Item	1970 actual	1971 estimate	1972 estimate
Volume of marketings:			
Shorn wool (thousand pounds)-----	160,000	158,300	152,500
Unshorn lambs (thousand cwt.)-----	6,900	6,600	6,400
Mohair (thousand pounds)-----	16,000	21,700	21,700
Amount of payments:			
Shorn wool-----	\$41,589	\$55,400	\$49,600
Unshorn lambs-----	\$9,107	\$9,200	\$8,300
Mohair-----	\$1,948	\$7,600	\$5,500
Promotional and advertising program ¹ -----	(\$3,137)	(\$3,196)	(\$3,094)
Total payments-----	\$52,644	\$72,200	\$63,400
Administrative expense-----	\$2,380	\$2,450	\$2,450
Interest expense-----	\$1,249	\$1,362	\$1,158
Total-----	\$56,273	\$76,012	\$67,008

¹ Deductions from producer payments for promotional advertising and selected marketing development activities.

Total payments made under the National Wool Act cannot at any time exceed an amount equal to 70% of the accumulated totals, as of the same date, of the gross receipts from import duties collected on and after January 1, 1953, on wool and wool manufactures. Actual or estimated payments compared with this limitation are as follows (in thousands of dollars):

Item	1970 actual	1971 estimate	1972 estimate
70 percent of customs receipts on wool and wool manufactures, cumulative from Jan. 1, 1953, to end of preceding calendar year (estimate)-----	1,318,506	1,425,606	1,532,706
Cumulative incentive payments on marketings to end of preceding calendar year-----	724,295	796,495	859,895
Balance of limitation available for payments in succeeding marketing years-----	594,211	629,111	672,811

Funds of the Corporation are used to carry on this program. For the purpose of reimbursing the Corporation, section 705 of the act appropriates each fiscal year an amount equal to amounts expended by the Corporation during the preceding year and to amounts expended in prior fiscal years not previously reimbursed, but not to exceed an amount equal to 70% of the gross receipts from duties collected on wool and wool manufactures during the calendar year preceding the fiscal year.

Estimated costs and appropriations to the Corporation are indicated in the following table (in thousands of dollars):

Item	1970 actual	1971 estimate	1972 estimate
Due start of year-----	67,893	56,273	76,012
Cost for year:			
Program-----	55,024	74,650	65,850
Interest-----	1,249	1,362	1,158
Subtotal-----	56,273	76,012	67,008
Total due-----	124,166	132,285	143,020
Appropriations to Commodity Credit Corporation for the year-----	67,893	56,273	76,012
Appropriation 1971, 1972, and 1973-----	56,273	76,012	67,008

(7) *Grain for migratory waterfowl feed.*—To prevent damage of crops by migratory waterfowl, the Corporation is directed to furnish to the Secretary of the Interior (7 U.S.C. 442-445) such grain acquired through price support operations and certified by the Corporation as available for such purposes or in such condition as to be undesirable for human consumption, as the Secretary of the Interior shall requisition. This appropriation item is included under that department.

(8) *Surplus grain for migratory birds.*—Under Public Law 87-152, approved August 17, 1961 (7 U.S.C. 448), the Secretary of the Interior may requisition grain of the Corporation to feed starving migratory birds. This appropriation item is included under that department.

(9) *Grading and classing activities.*—The Corporation may make advances to the Consumer and Marketing Service for classing and grading of agricultural commodities without charge to producers (7 U.S.C. 414a, 440). Such advances used for classing cotton and grading tobacco not placed under price support loan are repaid from an appropriation of the Service.

(10) *Research to increase domestic consumption of farm commodities.*—The Department of Agriculture and Related Agencies Appropriation Act of 1964 authorized the transfer of not more than \$16 million from the appropriation removal of surplus agricultural commodities (sec. 32) to the Corporation to be used to increase domestic consumption of surplus farm commodities, and provided for the transfer for such purposes thereafter of such sums not in excess of \$25 million in any one year, as may be approved by Congress. The 1965 appropriation act authorized the transfer of \$12,175 thousand of section 32 funds for this purpose. The Corporation transfers such funds to the Agricultural Research Service and Cooperative State Research Service to conduct the required research.

(11) *Defense activities.*—Upon the declaration of a national emergency, the facilities, services, authorities, and funds of the Corporation may be used, as directed by the Secretary and in accordance with applicable provisions of law, to carry out responsibilities and functions assigned to the Secretary under the Defense Production Act of 1950, as amended, the Civil Defense Act, as amended, and such other defense legislation as may be enacted.

(12) *Transfer of long-staple cotton from the national stockpile for sale by Commodity Credit Corporation.*—The act of July 10, 1967 (71 Stat. 290), authorized the transfer of 50,000 bales of domestically grown cotton from the national stockpile to the Corporation for sale. Also, about 219,000 bales of cotton, both American-Egyptian and foreign grown, in the stockpile were made available to the Corporation for disposition under Public Law 87-548, approved July 25, 1962. The cotton is not recorded as a Corporation asset. Proceeds less costs incurred, including administrative expenses, are covered into the Treasury as miscellaneous receipts from time to time. No interest is paid by the Corporation for the use of the money prior to covering.

(13) *Loans for rural environmental assistance.*—Under section 391 of the Agricultural Adjustment Act of 1938, as amended (7 U.S.C. 1391), the Corporation advances funds to the Secretary in amounts not to exceed \$50 million annually to purchase conservation materials and services. Repayments of the loans plus interest are made from balances of prior appropriations or from new funds appropriated for the rural environmental assistance program.

(14) *Use of CCC facilities for Agricultural Stabilization and Conservation Service programs.*—Under the respective

Public enterprise funds—Continued

REIMBURSEMENT TO COMMODITY CREDIT CORPORATION, NATIONAL
WOOL ACT—Continued

COMMODITY CREDIT CORPORATION FUND—Continued

enabling legislation, the services, facilities, and authorities of the Corporation are used to make payments to producers under various programs administered by the Agricultural Stabilization and Conservation Service.

Among these programs are conservation reserve, cropland conversion, rural environmental assistance, cropland adjustment, Appalachia regional conservation, emergency conservation measures, and the Sugar Act program.

(15) *Purchases of dairy products under section 709 of the Food and Agriculture Act of 1965.*—The Corporation, on behalf of the Secretary, purchases at market prices dairy products which are donated to meet the requirements for schools, domestic relief distribution, community action programs, and other programs as are authorized by law, when there are insufficient stocks of such products in the hands of the Corporation available for such purposes. This program is conducted under section 5 of the Corporation's charter act and section 709 of the Food and Agriculture Act of 1965. Costs incurred for this activity are included in the Corporation's net realized loss for which it is reimbursed annually by appropriation pursuant to Public Law 87-155.

FINANCING

Borrowing authority.—The Corporation has an authorized capital stock of \$100 million held by the United States and authority to borrow up to \$14.5 billion.

Funds are borrowed from Treasury and may also be borrowed from private lending agencies and others. The Corporation reserves a sufficient amount of its borrowing authority to purchase at any time all notes and other obligations evidencing loans made or held by lending agencies or other financial institutions or certificates of interest issued in connection with the financing of price-support operations. All bonds, notes, debentures, and similar obligations issued by the Corporation are subject to approval by the Secretary of the Treasury as required by the act of March 8, 1938 (15 U.S.C. 713a-4).

Interest on borrowings from the Treasury (and on capital stock) is paid at a rate based upon the average interest rate of all outstanding marketable obligations (of comparable maturity date) of the United States as of the preceding month. Interest is also paid on certificates of interest and lending agency obligations for the period the agencies have their funds invested.

The Department of Agriculture and Related Agencies Appropriation Act, 1966, made provision for terminating interest after June 30, 1964, on the portion of the Corporation's borrowings from the Treasury equal to the unreimbursed realized losses recorded on the books of the Corporation after June 30 of the fiscal year in which such losses are realized.

The computation of the transfer from interest-bearing to non-interest-bearing capital is (in thousands of dollars):

Item	1970 actual	1971 estimate	1972 estimate
Realized deficit not previously reimbursed, start of year	8,579,089	7,576,486	8,371,126
Less appropriations for year	5,215,934	3,363,155	4,213,331
Total, non-interest-bearing, end of year	3,363,155	4,213,331	4,157,795

On the basis of the budgetary assumptions, the estimated requirements indicate no need for an increase in borrowing authority. Since there are so many uncontrollable factors involving crops which have not even been planted, it must be recognized that estimates are highly tentative.

POSITION WITH RESPECT TO BORROWING AUTHORITY
AS OF JUNE 30

[In thousands of dollars]

Item	1970 actual	1971 estimate	1972 estimate
Statutory borrowing authority	14,500,000	14,500,000	14,500,000
Deduct:			
Borrowings from Treasury (total statutory borrowing authority in use)	12,261,584	12,428,271	11,469,494
Net statutory borrowing authority available	2,238,416	2,071,729	3,030,506

Note.—A sufficient amount of the borrowing authority is required to be reserved to cover obligations to purchase notes and certificates of interest held by financial institutions and accrued interest thereon. Such obligations, however, as well as accounts payable, accrued liabilities and other outstanding obligations not reflected on this table, do not become charges against the statutory borrowing authority until they result in borrowings from the Treasury.

Contract authority.—Price support and other programs required by statute may result in the Corporation incurring obligations in excess of available funds and borrowing authority. Such obligations are liquidated from subsequent appropriations and other funds which may become available to the Corporation. Any increase in obligations in excess of available fund resources is reported as contract authority in the year involved; a decrease is reported as the application of appropriations and other funds to liquidate the authority. The budget reflects a net decrease of \$932 million in 1970, a decrease of \$698 million in 1971, and a decrease of \$660 million in 1972.

Appropriations.—Under section 2 of Public Law 87-155 (15 U.S.C. 713a-11), annual appropriations are authorized for each fiscal year to reimburse the Corporation for net realized losses incurred as of the close of each year.

The realized losses for the price support and related programs for 1970 were \$4,213 million, and the cumulative losses not yet appropriated for were \$7,576 million. It is estimated that an appropriation of \$4,213 million would provide sufficient funds for the operations described for 1972. It would also leave a desirable operating margin to assure flexibility of operations in view of the volume of transactions handled.

The special activities are financed as indicated in the program description above. In addition to certain reimbursements from other agencies, appropriations are made for the National Wool Act (see above) and for foreign assistance and special export programs (see that heading on p. 172).

Deficit.—The net realized losses of the Corporation have previously been reimbursed as follows (in thousands of dollars):

PRICE SUPPORT AND RELATED PROGRAMS

Realized losses, 1933 to 1970, inclusive.....	44,589,870
Reimbursements by the Treasury:	
Reimbursements of realized losses:	
Appropriations (22 times).....	33,678,594
Note cancellations (6 times).....	2,697,807
Less dividends paid to Treasury (4 times).....	-138,209
Total reimbursements for net realized losses.....	36,238,192
Other reimbursements:	
Appropriations (2 times).....	541,916
Note cancellation (1 time).....	56,239
Total other reimbursements.....	598,155

Reimbursement for costs of special milk (net).....	177,037
Total.....	37,013,384
Realized deficit as of June 30, 1970, price support and related programs.....	7,576,486
SPECIAL ACTIVITIES	
Realized losses, 1948 to 1970, inclusive.....	17,197,059
Excess amounts appropriated to reimburse cost of special activities.....	2,412
Reimbursements by the Treasury:	
Appropriations (22 times).....	16,557,456
Note cancellations (4 times).....	536,518
Total reimbursements.....	17,093,974
Realized deficit as of June 30, 1970, special activities, net.....	105,497

Capital and deficit, special activities.—Advances to the corporation in excess of costs incurred, and costs incurred in excess of advances received are shown in the following table (in thousands of dollars):

Foreign assistance and special export programs: Public Law 480:	Excess of funds held by CCC				Deficit requiring subsequent funds			
	1969	1970	1971	1972	1969	1970	1971	1972
Title I: Sale of agriculture commodities for foreign currencies and for dollars on credit terms.....	168,688	2,346	-----	-----	-----	-----	249,954	-----
Title II: Commodities supplied in connection with dispositions abroad.....	-----	-----	-----	-----	198,258	49,205	108,835	-----
Bartered materials for supplemental stockpile.....	-----	66	-----	-----	1,053	-----	-----	-----
Subtotal.....	168,688	2,412	-----	-----	199,311	49,205	358,789	-----
Deficit financed by CCC or excess funds held (—).....	-----	-----	-----	-----	(30,623)	(46,793)	(358,789)	-----
Increase or decrease (—) in amount owed by general fund for foreign assistance and special export programs.....	-----	-----	-----	-----	(146,233)	(16,170)	(311,996)	(—358,789)
Other programs: National Wool Act.....	-----	-----	-----	-----	67,893	56,273	76,012	67,008
Grain for migratory waterfowl feed (Interior).....	-----	-----	-----	-----	-----	19	-----	-----
Subtotal.....	-----	-----	-----	-----	67,893	56,292	76,012	67,008
Total.....	168,688	2,412	-----	-----	267,204	105,497	434,801	67,008

Revenue and Expense (in thousands of dollars)

	1970 actual	1971 est.	1972 est.
PRICE SUPPORT AND RELATED PROGRAMS			
Revenue.....	1,354,632	1,966,053	1,306,669
Expense.....	5,567,963	6,123,848	4,679,468
Net realized losses.....	-4,213,331	-4,157,795	-3,372,799
Increase (—) or decrease in provisions for losses (unrealized):			
On commodities for sale.....	45,526	21,114	10,392
On loans receivable.....	-230	6,605	-797
On accounts receivable.....	1,435	-4	-----
Net loss for the year, price support and related programs.....	-4,166,600	-4,130,080	-3,363,204
SPECIAL ACTIVITIES			
Revenue.....	309,027	320,640	295,040
Received from appropriations:			
Decrease in unearned receipts.....	166,276	2,412	-----
Earned revenue.....	475,303	323,052	295,040
Expense.....	1,302,739	1,411,154	1,323,659
Net realized loss, special activities.....	-827,436	-1,088,102	-1,028,619
Net loss for the year.....	-4,994,036	-5,218,182	-4,391,823

Public enterprise funds—Continued

REIMBURSEMENT TO COMMODITY CREDIT CORPORATION, NATIONAL WOOL ACT—Continued

COMMODITY CREDIT CORPORATION FUND—Continued

Financial Condition (in thousands of dollars)

	1969 actual	1970 actual	1971 est.	1972 est.
Assets:				
Drawing account with Treasury	90,479	123,117	120,000	120,000
Investment in agency securities	76,245	70,954	64,954	58,954
Accounts receivable:				
Price support and related programs (net of provision for losses)	213,321	332,305	332,301	332,301
Special activities: Stockpile cotton	40	8	-----	-----
Selected assets: Price support and related programs: ¹				
Commodities for sale, net of provision for losses:				
Agricultural commodities	1,129,717	1,783,617	1,291,737	1,049,886
Strategic and critical materials	21	35	-----	-----
Advances to producers	407,639	-----	-----	-----
Deferred and undistributed charges	12,493	2,652	2,652	2,652
Interest in amounts due from foreign governments and private trade entities under Public Law 480	1,318,150	1,770,919	2,250,381	2,981,840
Loans receivable, net of provision for losses:				
Price support and storage facility loans (held by Commodity Credit Corporation)	1,877,321	2,926,552	2,224,851	2,324,002
Special activities (loan for agricultural conservation)	30,000	27,200	27,200	27,200
Advance to Farmers Home Administration	30,000	-----	-----	-----
Export credit sales program	294,774	339,661	412,958	480,931
Fixed assets, net	17,526	13,937	10,608	9,981
Total assets	5,497,726	7,390,957	6,737,642	7,387,747
Liabilities:				
Current liabilities:				
Price support and related programs	737,734	976,171	779,443	442,865
Special activities:				
Obligation to finance research	1,174	348	197	197
Amounts due Treasury for stockpile cotton	522	67	-----	-----
Advances from Agricultural Stabilization and Conservation Service programs	62,706	74,600	70,723	66,804
Deferred interest in amounts due from foreign governments and private trade entities under Public Law 480	1,318,150	1,770,919	2,250,381	2,981,840
Total liabilities	2,120,286	2,822,105	3,100,744	3,491,706
Government equity:				
Obligations other than liabilities: ¹				
Price support and related programs:				
Amounts due Treasury for stockpile cotton	1,589,545	-----	-----	-----
Obligations to purchase loans or certificates held by lending agencies ²	2,535,111	2,989,991	2,327,439	2,426,651
Other commitments	-----	-----	-----	-----
Total obligations other than liabilities, price support and related programs	4,124,656	2,989,991	2,327,439	2,426,651
Special activities: Letters of commitment for Public Law 480	127,860	81,327	71,000	76,000
Total obligations other than liabilities	4,252,516	3,071,318	2,398,439	2,502,651
Other obligations, net	449,824	573,319	382,385	51,807
Unobligated balance	-----	-----	-----	529,244
Total unexpended balance	4,702,340	3,644,637	2,780,824	3,083,702
Undrawn authority to expend public debt receipts and contract authority	—4,674,568	—3,596,120	—2,731,547	—3,030,506
Total fund balance	27,773	48,517	49,277	53,196
Invested capital and earnings	3,349,667	4,520,335	3,587,621	3,842,845
Total Government equity	3,377,440	4,568,852	3,636,898	3,896,041

¹ The change in this item is reflected on the program and financing schedule.² A sufficient amount of the borrowing authority is required to be reserved to cover obligations to purchase notes and certificates of interest held by financial institutions and accrued interest thereon. Such obligations, however, as well as accounts payable, accrued liabilities, and other outstanding obligations not reflected on this table, do not become charges against the statutory borrowing authority until they result in borrowings from the Treasury.

Note.—In addition to obligations other than liabilities, the Corporation does not reflect in its accounts claims by the Corporation on which adequate proof has not been established.

Analysis of Changes in Government Equity (in thousands of dollars)

	1970 actual	1971 est.	1972 est.
Price support and related programs:			
Interest-bearing capital (including \$100 million capital stock balance):			
Start of year	6,749,000	8,998,429	8,314,940
Transfer to/from non-interest-bearing status	2,102,778	—850,176	55,536
Borrowings from Treasury (net)	146,651	166,687	—958,777
End of year	8,998,429	8,314,940	7,411,699

Non-interest-bearing capital:			
Start of year	5,465,933	3,363,155	4,213,331
Transfer to/from interest-bearing status	-2,102,778	850,176	-55,536
End of year	3,363,155	4,213,331	4,157,795
Subtotal, capital and borrowings, end of year, price support and related programs	12,361,584	12,528,271	11,569,494
Special activities: Non-interest-bearing capital:			
Start of year	168,688	2,412	-----
Change in unearned receipts from appropriation	-166,276	-2,412	-----
End of year	2,412	-----	-----
Total capital, end of year	12,363,996	12,528,271	11,569,494
Analysis of deficit:			
Deficit: Start of year	-8,738,979	-7,689,645	-8,456,570
Net loss for the year	-4,166,600	-4,130,080	-3,363,204
Appropriations (net): Reimbursement for net realized losses	5,215,934	3,363,155	4,213,331
Deficit: End of year:			
Realized	-7,576,486	-8,371,126	-7,530,594
Unrealized	-113,159	-85,444	-75,849
Total deficit, end of year, price support and related programs	-7,689,645	-8,456,570	-7,606,443
Special activities:			
Analysis of deficit:			
Deficit, start of year, realized	-267,204	-105,497	-434,801
Net loss for the year	-827,436	-1,088,102	-1,028,619
Appropriation: National Wool Act	67,893	56,273	76,012
Advances from foreign assistance programs and special export programs	921,250	702,525	1,320,400
Deficit, end of year: Realized, special activities	-105,497	-434,801	-67,008
Total deficit, Commodity Credit Corporation	-7,795,142	-8,891,371	-7,673,451

Object Classification (in thousands of dollars)

Identification code 05-48-4336-0-3-999	1970 actual	1971 est.	1972 est.
22.0 Transportation of things	226,064	223,981	201,439
25.0 Other services	52,652	68,880	79,346
Storage and handling	272,964	246,179	156,229
26.0 Supplies and materials: Cost of commodities sold or donated:			
Foreign assistance programs and special export program	1,084,923	1,176,091	1,090,854
Other	1,021,442	1,569,403	1,140,928
31.0 Equipment	807	2,500	6,500
33.0 Investments and loans	2,625,204	2,341,679	2,414,400
41.0 Grants, subsidies and contributions	3,489,793	3,563,931	2,822,413
43.0 Interest and dividends	616,848	576,426	425,876
93.0 Administrative expenses (see separate schedule)	31,999	36,500	35,730
Total costs, funded	9,422,696	9,805,570	8,373,715
94.0 Change in selected resources	-944,764	-1,164,794	-137,639
99.0 Total obligations	8,477,932	8,640,776	8,236,076

LIMITATION ON ADMINISTRATIVE EXPENSES

Not to exceed **[\$36,500,000]** \$38,500,000 shall be available for administrative expenses of the Commodity Credit Corporation: *Provided*, That \$945,000 of this authorization shall be available only to expand and strengthen the sales program of the Corporation pursuant to authority contained in the Corporation's charter: *Provided further*, That not less than 7 per centum of this authorization shall be placed in reserve to be apportioned pursuant to section 3679 of the Revised Statutes, as amended, for use only in such amounts and at such times as may become necessary to carry out program operations: *Provided further*, That all necessary expenses (including legal and special services performed on a contract or fee basis, but not including other personal services) in connection with the acquisition, operation, maintenance, improvement, or disposition of any real or personal property belonging to the Corporation or in which it

has an interest, including expenses of collections of pledged collateral, shall be considered as nonadministrative expenses for the purposes hereof. (15 U.S.C. 714-714p; 31 U.S.C. 841-871; Department of Agriculture and Related Agencies Appropriation Act, 1971.)

Program and Financing (in thousands of dollars)

	1970 actual	1971 est.	1972 est.
Program by activities:			
Price support, export, and related activities (program costs, funded)	32,004	36,500	35,730
Change in selected resources ¹	-5	-----	-----
Total obligations	31,999	36,500	35,730
Financing:			
Unobligated balance lapsing	1	-----	-----
Reserve for contingencies	-----	-----	2,770
Limitation	32,000	36,500	38,500

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969 \$52 thousand; 1970, \$47 thousand; 1971, \$47 thousand; 1972, \$47 thousand.

Object Classification (in thousands of dollars)

Identification code 05-48-4336-0-3-999	1970 actual	1971 est.	1972 est.
25.0 Other services: Advanced to—			
Expenses, Agricultural Stabilization and Conservation Service	26,757	29,969	29,236
Salaries and expenses, Foreign Agricultural Service	13	-----	-----
Consumer protective marketing and regulatory program, Consumer and Marketing Service	2,523	2,677	2,677
Export Marketing Service	2,706	3,854	3,817
93.0 Administrative expenses included in schedule for funds as a whole	-31,999	-36,500	-35,730
99.0 Total obligations	-----	-----	-----

FOREIGN ASSISTANCE PROGRAMS AND SPECIAL EXPORT PROGRAM

Facilities and funds of the Commodity Credit Corporation may by law be used in carrying out programs for exporting agricultural commodities. The laws also authorize appropriations to be made to cover costs of such programs. When funds become available, advances are made to the Corporation for estimated costs. If the amounts appropriated are greater than actual needs, the excess is used to reduce future appropriation requests. If appropriations are less than actual needs, other Corporation funds may be used temporarily to finance the balance of authorized costs.

FOREIGN ASSISTANCE PROGRAMS

Included in this category are the following activities carried out under the Agricultural Trade Development and Assistance Act of 1954, Public Law 480, 83d Congress, as amended: sale of agricultural commodities for foreign currencies (title I); sale of agricultural commodities for dollars on credit terms (title I); and commodities supplied in connection with dispositions abroad (title II).

Federal Funds

General and special funds:

PUBLIC LAW 480

For expenses during the current fiscal year, not otherwise recoverable, and unrecovered prior years' costs, including interest thereon, under the Agricultural Trade Development and Assistance Act of 1954, as amended (7 U.S.C. 1701-1710, 1721-1725, 1731-1736d), to remain available until expended, as follows: (1) sale of agricultural commodities for foreign currencies and for dollars on credit terms pursuant to title I of said Act, **[\$411,100,000] \$866,565,000**; and (2) commodities supplied in connection with dispositions abroad, pursuant to title II of said Act, **[\$291,400,000] \$453,835,000**. (*Department of Agriculture and Related Agencies Appropriation Act, 1971.*)

Program and Financing (in thousands of dollars)

Identification code	05-48-2274-0-1-154	1970 actual	1971 est.	1972 est.
Program by activities:				
1. Sale of agricultural commodities for foreign currencies and for dollars on credit terms (title I)-----		895,328	984,000	911,611
2. Commodities supplied in connection with dispositions abroad (title II) ..		350,947	351,030	345,000
Total program costs, funded....		1,246,275	1,335,030	1,256,611
Changes in costs financed by balance in CCC and by receipts.....		-326,275	-632,530	63,789
10 Total obligations (object class 25.0) ..		920,000	702,500	1,320,400
Financing:				
40 Budget authority (appropriation)---		920,000	702,500	1,320,400
Relation of obligations to outlays:				
71 Obligations incurred, net.....		920,000	702,500	1,320,400
90 Outlays.....		920,000	702,500	1,320,400

1. *Sales of agricultural commodities for foreign currencies and for dollars on credit terms* are made under title I of the Agricultural Trade Development and Assistance Act of 1954 (Public Law 480), as amended by the Food for Peace Act of 1966 (Public Law 89-808 and Public Law 90-436), as extended by Public Law 91-524.

The Commodity Credit Corporation finances all sales made pursuant to agreements concluded under title I. Sales are made to friendly countries—as defined in section 103(d) of the act—and must not displace expected commercial sales for cash dollars (secs. 103 (c) and (n)).

No agreements may be entered into after December 31, 1973 (sec. 409), and agreements may not be made under title I in any calendar year which call for an appropriation to reimburse the Corporation in excess of \$1.9 billion, plus unused prior years' authorizations.

Whenever practicable, terms of agreements must require payment at time of delivery of not less than 5% of the purchase price in dollars or in currencies convertible to dollars. These initial payments are applied against costs to reduce appropriation requests. On credit agreements under title I, the President is authorized to require payment upon delivery in dollars or foreign currencies of amounts needed for payment of U.S. obligations and certain other purposes.

The act provides for a progressive shift from foreign currency sales to dollar credit sales, to be completed by December 31, 1971. These estimates reflect the completion of this shift. To the extent that transition from foreign currency sales to dollar credit sales is not possible, transition to convertible foreign currency credit sales is authorized on terms which permit conversion to dollars at the exchange rate applicable to the sales agreement.

Factors determining availability of commodities for disposition under Public Law 480 are productive capacity, domestic requirements, farm and consumer price levels, anticipated commercial exports, and adequate carryover. No commodity is available for disposition if the disposition thereof would reduce the domestic supply below that needed to meet domestic requirements, adequate carryover, and anticipated exports for dollars.

The Corporation may finance only the differential between U.S.-flag rates and world rates in the case of regular foreign currency sales.

(a) *Sales of agricultural commodities for foreign currencies (title I).*—Sales of agricultural commodities for foreign currencies are made to countries unable to expand commercial purchases because of a lack of dollar exchange. Foreign currencies received in payment are deposited to the account of the U.S. Treasury and can be used only as stated in section 104. The dollar value of such deposits through June 30, 1970, amounted to \$12.5 billion.

Uses fall into two groups—those of benefit to the foreign country, mainly loans and grants to promote economic development and to support common defense, and those of benefit to the United States. The latter includes, among others, expenses of the U.S. Government abroad, agricultural market development, educational exchange, construction of military family housing, and sales of foreign currency to U.S. citizens and tourists.

Foreign currencies including foreign currency loan repayments for U.S. uses, and certain foreign currency grants, are subject to the appropriation process. Sales agreements specify particular uses, and in those entered into after December 31, 1964, at least 20% of the foreign currencies are required to be subject to the appropriation process, with certain exceptions. Such uses reduce dollar outflow and the deficit in the balance of payments of the United States. The Corporation is reimbursed for the dollar value of currencies so used. Proceeds from sales of foreign currencies and from dollar repayments of foreign

currency loans are applied as a reduction in appropriation requests.

Section 509 of Public Law 86-500, approved June 8, 1960 (7 U.S.C. 1704b note) provides that at least 75% of the total cost of foreign military housing projects (unless otherwise specified) shall be paid from foreign currencies acquired under title I. Pursuant to 10 U.S.C. 2681(b), as amended, the estimates reflect transfer to the Corporation of \$6 million each year to liquidate amounts due. Of this amount, \$2 million will be applied to the French housing barter transaction discussed under the Corporation's special activities and the remaining \$4 million will be applied against other amounts due, with a balance of \$35 million remaining unpaid as of June 30, 1972.

From inception through June 30, 1970, sales agreements have been signed with 53 countries. They cover sales of commodities at an export market value of over \$13.1 billion. Major items are wheat, cotton, and fats and oils.

The following table reflects costs incurred (in thousands of dollars):

<i>Fiscal year</i>	<i>Program expenditures</i>	<i>Interest</i>	<i>Total</i>
1955 to 1968.....	16,654,083	247,191	16,901,274
1969.....	373,002	-----	373,002
1970.....	335,322	-----	335,322
1971 (estimate).....	364,060	-----	364,060
1972 (estimate).....	-----	-----	-----
Cumulative totals.....	17,726,467	247,191	17,973,658
Deduct sales of currencies, loan repayments, and receipts from Department of Defense.....	-----	-----	2,692,911
Net costs (foreign currency sales).....	-----	-----	15,280,747
Long-term credit sales financed from this appropriation.....	-----	-----	369,474
Total net costs financed from this appropriation.....	-----	-----	15,650,221
Appropriations through June 30, 1972.....	-----	-----	15,615,218
Unreimbursed costs, through June 30, 1972, representing amounts due from Department of Defense (financed by CCC borrowing authority).....	-----	-----	35,003

(b) *Sale of agricultural commodities for dollars on credit terms (title I).*—Sales of U.S. agricultural commodities under long-term dollar credit terms are also authorized.

Agreements are made with friendly countries or with United States and foreign private trade. They may provide for delivery in annual installments for not more than 10 years from the date of the agreement subject to the availability of the commodity.

Payments are in dollars with interest at rates not less than the minimum required by section 201 of the Foreign Assistance Act of 1961, as amended, for loans made under that section. Payments are made in reasonable annual amounts over periods of not to exceed 20 years from the date of last delivery in each calendar year under the agreement, except that the first annual payment may be deferred for a period of not more than 2 years after such date of last delivery. Interest is computed from the date of such last delivery. As payments are received each year, they are applied against current costs to reduce the appropriation request. Private trade agreements must provide for projects to establish improved storage or marketing facilities or otherwise encourage private economic enterprise in friendly countries.

Credit terms for convertible foreign currency credit sales are to be no less favorable to the United States than those for development loans made under section 201 of the Foreign Assistance Act of 1961, as amended, which authorizes loans to be made on the basis of payment in

40 years with a 10-year grace period. Dollar payments, when received, will also be applied to reduce appropriation requests.

Total agreements made since inception to June 30, 1970, amount to \$2,210 million cost value, including ocean freight for shipment on U.S. ships. Major commodities are wheat, cotton, and oils and oilseeds. Payments for the period amount to \$281.2 million, of which \$181.3 million was applied to principal and the rest to interest.

The following table reflects costs incurred (in thousands of dollars):

<i>Fiscal year</i>	<i>Program expenditures</i>	<i>Interest</i>	<i>Total</i>
1962 to 1968.....	1,227,632	4,102	1,231,734
1969.....	495,407	-----	495,407
1970.....	560,006	-----	560,006
1971 (estimate).....	619,940	-----	619,940
1972 (estimate).....	911,611	-----	911,611
Cumulative totals.....	3,814,596	4,102	3,818,698
Deduct recoveries from foreign governments.....	-----	-----	460,158
Total costs.....	-----	-----	3,358,540
Foreign currency funds applied to long-term credit costs.....	-----	-----	—369,474
Appropriations through June 30, 1972.....	-----	-----	2,989,066
Amounts due from foreign governments June 30, 1972, to be applied against costs as collected and reduce subsequent appropriations.....	-----	-----	2,981,840

The following table reflects the composition of the combined appropriations (in thousands of dollars):

<i>Item</i>	<i>1970 actual</i>	<i>1971 estimate</i>	<i>1972 estimate</i>
Expenses of shipments:			
Commodity costs:			
Foreign currency.....	317,112	344,860	-----
Long-term credit.....	505,311	556,140	826,611
Total commodity costs.....	822,423	901,000	826,611
Ocean transportation:			
Foreign currency.....	18,210	19,200	-----
Long-term credit.....	54,695	63,800	85,000
Total ocean transportation.....	72,905	83,000	85,000
Total foreign currency.....	335,322	364,060	-----
Total long-term credit.....	560,006	619,940	911,611
Total, expenses of shipments.....	895,328	984,000	911,611
Deduct receipts:			
Proceeds from sales and use of currencies and loan repayments (foreign currency).....	—231,876	—235,600	—201,000
Payments from foreign governments including interest, applied to reduce appropriation (long-term credit).....	—77,110	—85,000	—94,000
Total foreign currency.....	103,446	128,460	—201,000
Total long-term credit.....	482,896	534,940	817,611
Total.....	586,342	663,400	616,611
Prior years' costs or funds brought or carried forward:			
1969 funds: Foreign currency.....	—168,688	-----	-----
1970 funds: Foreign currency.....	2,346	—2,346	-----
1971 costs: Long-term credit.....	-----	—249,954	249,954
Foreign currency funds applied to long-term credit costs:			
Foreign currency.....	62,896	-----	201,000
Long-term credit.....	—62,896	-----	—201,000
Appropriation or estimate:			
Foreign currency.....	-----	126,114	-----
Long-term credit.....	420,000	284,986	866,565
Total.....	420,000	411,100	866,565

General and special funds—Continued

PUBLIC LAW 480—Continued

2. *Commodities supplied in connection with dispositions abroad (title II).*—Available agricultural commodities are furnished to meet famine or other urgent or emergency relief needs. Also, commodities are furnished to promote economic and community development in friendly developing countries, to combat malnutrition, and for needy people, and nonprofit school lunch and preschool feeding programs. They are furnished through friendly governments and private or public agencies, including intergovernmental organizations such as the World Food program. The Food for Peace Act, in amending title II, expressed the sense of Congress that other advanced nations should be encouraged to make increased contributions for the purpose of combating world hunger and malnutrition, and that to achieve this objective, the United States should work to expand the United Nations' World Food program.

The Agency for International Development is responsible for administering title II programs. However, the Corporation makes available the commodities or products requested for disposition under title II. Such commodities or products are made available from the Corporation's stocks of commodities or products acquired under its price support program or are purchased at market prices when this is determined to be in the best interest of the Government.

The Commodity Credit Corporation is authorized to pay, with respect to commodities made available, the costs of acquisitions, packaging, processing, enrichment, preservation, fortification, transportation, handling, and other incidental costs incurred up to the time of delivery to U.S. ports and ocean freight charges and general average contributions arising out of ocean transport.

Approximately \$7½ million each year may be used to buy foreign currencies accruing under title I of this act to meet costs (other than personnel and administrative costs of cooperating sponsors, distributing agencies, and recipient agencies) directed to community and other self-help activities designed to alleviate the causes for the need for such aid.

Through December 31, 1970, appropriations totaling \$5,500 million were authorized. No programs of assistance may be entered into after December 31, 1973, and none shall be undertaken under this title during any calendar year which call for an appropriation of more than \$600 million to reimburse the Corporation for costs incurred, including its investment, plus any amount by which programs of assistance undertaken under this title in the preceding calendar year have called or will call for appropriations in amounts less than authorized during the preceding year. Any incidental sales proceeds and proceeds from loss, damage, and other claims are applied against Commodity Credit Corporation costs to reflect a reduction in appropriation requests.

Since inception through June 30, 1970, transfer authorizations under title II have been issued for \$3,282 million worth of food, including ocean freight costs. Of this amount, \$1,149 million (35%) was for disaster relief of victims of floods, earthquakes, droughts, and plagues; \$246 million (7%) for refugee relief; \$19 million (1%) for other emergency assistance; \$383 million (12%) for child feeding; \$863 million (26%) for economic development; and \$621 million (19%) for voluntary agency programs. (Prior to the November 1966 amendment to Public Law 480, commodities were supplied for voluntary agency programs under authority granted under section

416 of Agricultural Act of 1949.) Also, \$570 million was authorized for ocean freight costs on commodities shipped through nonprofit voluntary organizations and \$13 million for purchase of title I foreign currencies for self-help activities, making total authorizations of \$3,865 million for the 16 years this program has been in effect.

The following reflects the composition of the appropriations (in thousands of dollars):

Item	1970 actual	1971 estimate	1972 estimate
Expenses of shipments:			
Commodity Credit Corporation stocks and other costs in connection with commodities supplied.....	262,369	275,000	264,243
Ocean transportation.....	86,576	70,030	78,757
Total expenses of shipments.....	348,945	345,030	343,000
Purchase of foreign currencies for use in self-help activities.....	2,002	6,000	2,000
Total program costs.....	350,947	351,030	345,000
Prior year, costs or funds brought or carried forward:			
1969 costs.....	198,258	-----	-----
1970 costs.....	-49,205	49,205	-----
1971 costs.....	-----	-108,835	108,835
Appropriation or estimate.....	500,000	291,400	453,835

The following reflects the costs incurred (in thousands of dollars):

Fiscal year	Program expenditure	Interest	Total
1955 to 1968.....	2,535,056	19,699	2,554,755
1969.....	364,206	-----	364,206
1970.....	350,947	-----	350,947
1971 (estimate).....	351,030	-----	351,030
1972 (estimate).....	345,000	-----	345,000
Cumulative totals.....	3,946,239	19,699	3,965,938
Appropriations through June 30, 1972.....	-----	-----	3,965,938

SPECIAL EXPORT PROGRAM

In addition to the foreign assistance programs described, the Commodity Credit Corporation conducts a special export program for bartered materials for the supplemental stockpile (7 U.S.C. 1856).

BARTERED MATERIALS FOR SUPPLEMENTAL STOCKPILE

【For unrecovered prior years' costs related to strategic and other materials acquired as a result of barter or exchange of agricultural commodities or products and transferred to the supplemental stockpile pursuant to the Act of May 28, 1956, as amended (7 U.S.C. 1856), \$25,000, to remain available until expended.】 (Department of Agriculture and Related Agencies Appropriation Act, 1971.)

Program and Financing (in thousands of dollars)

Identification code 05-48-2275-0-1-351	1970 actual	1971 est.	1972 est.
Program by activities:			
10 Bartered materials for supplemental stockpile (cost—obligations) (object class 25.0).....	1,250	25	-----
Financing:			
40 Budget authority (appropriation).....	1,250	25	-----
Relation of obligations to outlays:			
71 Obligations incurred, net.....	1,250	25	-----
90 Outlays.....	1,250	25	-----

Under section 206 of the Agricultural Act of 1956 (7 U.S.C. 1856), the Commodity Credit Corporation transfers to the supplemental stockpile, which was established pursuant to section 104(b) of the Agricultural Trade

Development and Assistance Act of 1954, strategic and other materials acquired from the barter and exchange of agricultural commodities. This does not cover those acquired for the national strategic and critical materials stockpile or for other agencies on a reimbursable basis.

Appropriations are authorized for the value of the transfers based on the cost to the Corporation or the domestic market price, whichever is lower. The estimates reflect the shift from stockpile procurement to reimbursable offshore procurement through barter for other Government agencies, and delivery of commodities under previously authorized contracts. No new contracts for supplemental stockpile purposes have been made since 1968 and none are planned.

The following shows the composition of the appropriation (in thousands of dollars):

	1970 actual	1971 estimate	1972 estimate
Materials transferred to supplemental stockpile (program costs).....	131	91	---
Prior years' costs or funds brought or carried forward:			
1969 costs.....	1,053	---	---
1970 funds.....	66	-66	---
Appropriation or estimate.....	1,250	25	---

CORPORATIONS

The following corporations and agencies are hereby authorized to make such expenditures, within the limits of funds and borrowing authority available to each such corporation or agency and in accord with law, and to make such contracts and commitments without regard to fiscal year limitations as provided by section 104 of the Government Corporation Control Act, as amended, as may be necessary in carrying out the programs set forth in the budget for the current fiscal year for such corporation or agency, except as hereinafter provided: (*Department of Agriculture and Related Agencies Appropriation Act, 1971*).

FEDERAL CROP INSURANCE CORPORATION

Federal Funds

General and special funds:

ADMINISTRATIVE AND OPERATING EXPENSES

For administrative and operating expenses, \$12,000,000. (7 U.S.C. 1501-1519; 31 U.S.C. 841, 846-852, 866-868c, 869; *Department of Agriculture and Related Agencies Appropriation Act, 1971*.)

Program and Financing (in thousands of dollars)

Identification code 05-52-2707-0-1-351	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Underwriting and actuarial analysis....	1,625	1,891	1,891
2. Contract sales and servicing.....	8,422	8,016	8,019
3. Crop inspections and loss adjustments..	1,964	2,090	2,090
Total program costs, funded ¹	12,011	11,997	12,000
Change in selected resources ²	15	---	---
10 Total obligations.....	11,996	11,997	12,000
Financing:			
Budget authority.....	11,996	11,997	12,000
Budget authority:			
40 Appropriation.....	12,000	12,000	12,000
41 Transferred to other accounts.....	-4	-3	---
43 Appropriation (adjusted).....	11,996	11,997	12,000

Relation of obligations to outlays:			
71 Obligations incurred, net.....	11,996	11,997	12,000
72 Obligated balance, start of year.....	1,652	1,716	1,741
74 Obligated balance, end of year.....	-1,716	-1,741	-1,809
90 Outlays.....	11,932	11,972	11,932

¹ Includes capital outlay as follows: June 30, 1970, \$34 thousand; 1971, \$34 thousand; 1972, \$34 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$39 thousand; 1970, \$24 thousand; 1971, \$24 thousand; 1972, \$24 thousand.

This appropriation finances a major portion of the administrative and operating expenses of the Corporation under existing legislation. The budget for insurance operations financed from capital funds appears on the following pages.

Object Classification (in thousands of dollars)

Identification code 05-52-2707-0-1-351	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions.....	6,504	6,837	6,984
11.3 Positions other than permanent.....	1,992	1,473	1,401
11.5 Other personnel compensation.....	13	17	17
Total personnel compensation.....	8,509	8,327	8,402
12.1 Personnel benefits: Civilian employees..	662	765	780
21.0 Travel and transportation of persons..	1,303	1,253	1,186
22.0 Transportation of things.....	17	24	24
23.0 Rent, communications, and utilities....	656	704	704
24.0 Printing and reproduction.....	110	144	132
25.0 Other services.....	639	664	657
26.0 Supplies and materials.....	50	53	52
31.0 Equipment.....	50	63	63
99.0 Total obligations.....	11,996	11,997	12,000

Personnel Summary

Total number of permanent positions.....	658	653	653
Full-time equivalent of other positions.....	306	226	215
Average number of all employees.....	955	861	850
Average GS grade.....	7.4	7.6	7.7
Average GS salary.....	\$10,346	\$10,615	\$10,905

SUBSCRIPTION TO CAPITAL STOCK

To enable the Secretary of the Treasury to subscribe and pay for capital stock of the Federal Crop Insurance Corporation, as provided in section 504 of the Federal Crop Insurance Act (7 U.S.C. 1504), \$10,000,000.

Program and Financing (in thousands of dollars)

Identification code 05-52-2708-0-1-351	1970 actual	1971 est.	1972 est.
Financing:			
10 Subscription to capital stock.....	---	---	10,000
Budget authority.....	---	---	10,000
Budget authority:			
40 Appropriation.....	10,000	---	10,000
41 Transferred to other accounts.....	-10,000	---	---
43 Appropriation (adjusted).....	---	---	10,000
71 Obligations incurred, net.....	---	---	10,000
74 Obligated balance, end of year.....	---	---	-10,000
90 Outlays.....	---	---	---

This appropriation will enable the Secretary of the Treasury to subscribe and pay for capital stock of the Federal Crop Insurance Corporation. The additional capital stock is proposed for 1972 to provide the Corpora-

General and special funds—Continued

SUBSCRIPTION TO CAPITAL STOCK—Continued

tion with adequate working capital to meet its current financial responsibilities as well as those of the next few years while actions are being taken to improve its financial position.

The budget for the insurance operations financed from the Working Capital Fund does not reflect the issuance of the additional capital stock.

Public enterprise funds:

FEDERAL CROP INSURANCE CORPORATION FUND

Not to exceed [\$2,335,000] \$2,825,000 of administrative and operating expenses may be paid from premium income. (7 U.S.C. 1516(a); 78 Stat. 933; Department of Agriculture and Related Agencies Appropriation Act, 1971.)

Program and Financing (in thousands of dollars)

Identification code 05-52-4085-0-3-351	1970 actual	1971 est.	1972 est.
Program by activities:			
Operating costs, funded:			
Indemnities, by crop:			
Apples.....	90	548	301
Barley.....	299	605	866
Beans.....	330	376	342
Citrus.....	6,088	3,749	2,680
Combined crops.....	24	80	356
Corn.....	4,651	7,852	7,149
Cotton.....	19,942	7,487	4,378
Flax.....	141	557	496
Grain sorghum.....	439	939	1,152
Grapes.....	272	80	102
Oats.....	320	310	607
Peaches.....	148	414	315
Peanuts.....	647	269	1,053
Peas.....	362	399	446
Potatoes.....	85	-----	-----
Raisins.....	115	-----	315
Rice.....	19	12	35
Soybeans.....	3,768	2,660	3,600
Sugar Beets.....	701	470	465
Sugarcane.....	11	22	185
Tobacco.....	4,938	3,193	4,771
Tomatoes.....	65	28	41
Tung nuts.....	3	2	-----
Wheat.....	9,751	5,371	10,818
Reinsurance—Puerto Rico.....	4	27	27
Total indemnities.....	53,213	35,450	40,500
Inspection and adjustment costs.....	2,226	1,980	2,025
Administrative expenses.....	1,849	2,878	2,825
Other expenses and adjustments, net.....	199	306	311
10 Total program costs, funded—obligations.....	57,487	40,614	45,661
Financing:			
14 Receipts and reimbursements from: Non-Federal sources:			
Insurance premiums, by crop:			
Apples.....	-374	-328	-335
Barley.....	-966	-924	-962
Beans.....	-399	-372	-380
Citrus.....	-3,329	-2,978	-2,978
Combined crops.....	-393	-378	-396
Corn.....	-8,089	-7,852	-7,943
Cotton.....	-7,624	-4,840	-4,865
Flax.....	-523	-539	-551
Grain sorghum.....	-1,079	-1,208	-1,280
Grapes.....	-103	-111	-113
Oats.....	-724	-660	-675
Peaches.....	-366	-346	-350
Peanuts.....	-1,009	-1,121	-1,170

Peas.....	-502	-430	-495
Potatoes.....	-55	-----	-----
Raisins.....	-388	-340	-350
Rice.....	-43	-39	-39
Soybeans.....	-4,241	-3,955	-4,000
Sugar beets.....	-541	-495	-517
Sugarcane.....	-144	-190	-205
Tobacco.....	-4,652	-5,252	-5,300
Tomatoes.....	-36	-45	-46
Tung nuts.....	-9	-5	-----
Wheat.....	-13,207	-11,855	-12,000
Reinsurance—Puerto Rico.....	-71	-50	-50

Total premiums.....	-48,867	-44,313	-45,000
Interest, other receipts, and adjustments.....	46	-----	-----
21 Unobligated balance available, start of year.....	-14,933	-16,267	-19,966
24 Unobligated balance available, end of year.....	16,267	19,966	19,305

Budget authority.....	10,000	-----	-----
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Budget authority:			
42 Transferred from other accounts.....	10,000	-----	-----
43 Appropriation (adjusted).....	10,000	-----	-----

Relation of obligations to outlays:			
71 Obligations incurred, net.....	8,666	-3,699	661
72 Unfilled customer orders in excess of obligations, start of year.....	-50	-684	-1,309
74 Unfilled customer orders in excess of obligations, end of year.....	684	1,309	904
90 Outlays.....	9,300	-3,074	256

The Federal Crop Insurance Corporation, a wholly-owned Government Corporation, was created on February 16, 1938 (7 U.S.C. 1501-1519), to carry out the provisions of the Federal Crop Insurance Act. The purpose of this act is to promote the national welfare by improving the economic stability of agriculture through a sound system of crop insurance, and to provide the means for the research and experience helpful in devising and establishing such insurance.

Crop insurance offered to agricultural producers by the Corporation provides protection from losses caused by natural hazards, such as insect and wildlife damage, plant diseases, fire, drought, flood, wind, and other weather conditions. It does not indemnify producers for losses resulting from negligence or failure to observe good farming practices.

The Crop insurance programs are developed and analyzed in the Washington headquarters office and are administered in the field by four area offices and 25 State offices. Sales and servicing of contracts at the county level is performed by private agents under contractual agreements with the Corporation and by Corporation employees hired on a permanent, part-time or WAE (when actually employed) basis.

Budget program.—The program for fiscal year 1972 will provide crop insurance protection to farmers amounting to approximately \$871 million on the following commodities: apples, barley, beans, citrus, combined crops, corn, cotton, flax, grain sorghum, grapes, oats, peaches, peanuts, peas, raisins, rice, soybeans, sugar beets, sugarcane, tobacco, tomatoes, and wheat. Also, the Corporation is reinsuring about 11.8% of the crop insurance written by the Commonwealth of Puerto Rico beginning with crop year 1970.

The following table indicates the scope of the insurance operations planned for 1971 and 1972, as compared with 1970. Amounts for each fiscal year pertain to the preceding crop year.

	1970 fiscal year (1969 crop year) actual	1971 fiscal year (1970 crop year) estimate	1972 fiscal year (1971 crop year) estimate
Number of States.....	39	39	39
Number of counties.....	1,425	1,423	1,423
Insurance in force beginning of fiscal year (thousands).....	\$919,471	\$852,300	\$871,000
Insured acreage (thousands).....	17,314	16,000	16,400
Number of crops insured.....	436,095	397,009	407,000
Premiums (thousands).....	\$48,867	\$44,313	\$45,000
Indemnities (thousands).....	\$53,213	\$35,450	\$40,500
Loss ratio.....	1.09	0.80	0.90

Financing.—Capital stock of \$100 million is authorized to be subscribed by the United States. As of June 30, 1970, the Secretary of the Treasury held receipts for \$50 million of authorized stock, leaving \$50 million unissued.

Funds from the issuance of capital stock provide working capital for the Corporation. Receipts which are for deposit to this fund come mainly from premiums paid by farmers for crop insurance indemnity costs. The principal payments from this fund are for: indemnities to insured farmers; the direct cost of adjusting crop losses; and a part of the administrative and operating expenses.

The annual appropriation for the major portion of the administrative and operating expenses of the Corporation is presented earlier in the budget.

It is estimated that gross income of \$45 million from operations will provide adequate operating funds for fiscal year 1972, unless unforeseen losses occur early in the fiscal year. Such losses could deplete the available funds below the amount necessary to pay indemnity claims and related expenses. Therefore, the Corporation is requesting an issuance of \$10 million additional capital stock to provide the necessary funds, if required, to meet such emergencies. This change would increase the amount of issued capital stock from \$50 million to \$60 million and likewise increase the June 30, 1972, net capital from \$19.3 million to \$29.3 million.

Operating results and financial condition.—As of June 30, 1970, the Corporation reflected a deficit of \$33.7 million, which is an increase of \$8.7 million above the amount shown for June 30, 1969. Lower premium income and higher indemnities for crop year 1969 than in the preceding year resulted in increasing the deficit. Crop year 1969 indemnities of \$53.2 million exceeded premiums by over \$4.3 million resulting in a loss ratio of 1.09 as compared with the 1968 loss ratio of 1.05.

A .80 loss ratio is estimated for crop year 1970. Premiums of \$44.3 million are estimated to exceed indemnities by \$8.9 million. For the crop years 1948 through 1969, premium income \$562.7 million) exceeded indemnity costs (\$550.1 million) by \$12.6 million; the loss ratio for the period was 0.98. Premium income exceeded indemnity costs in 11 of the 22 years.

The following table summarizes the insurance operations by commodities for 1970, 1971, and 1972:

NET INCOME OR LOSS (—) ON INSURANCE OPERATIONS,
BY COMMODITIES

[Fiscal years ending June 30, 1970, 1971, and 1972—in thousands of dollars]

	1970 actual (1969 crop year)	1971 estimate (1970 crop year)	1972 estimate (1971 crop year)
Apples.....	284	—220	34
Barley.....	667	319	96
Beans.....	69	—4	38
Citrus.....	—2,759	—771	298
Combined crops.....	369	298	40
Corn.....	3,438	-----	794

Cotton.....	—12,318	—2,647	487
Flax.....	382	—18	55
Grain sorghum.....	640	269	128
Grapes.....	—169	31	11
Oats.....	404	350	68
Peaches.....	218	—68	35
Peanuts.....	362	852	117
Peas.....	140	31	49
Potatoes.....	—30	-----	-----
Raisins.....	273	340	35
Rice.....	24	27	4
Soybeans.....	473	1,295	400
Sugar beets.....	—160	25	52
Sugarcane.....	133	168	20
Tobacco.....	—286	2,059	529
Tomatoes.....	—29	17	5
Tung nuts.....	6	3	-----
Wheat.....	3,456	6,484	1,182
Reinsurance—Puerto Rico.....	67	23	23
Premiums over in- demnities.....	—4,346	8,863	4,500
Inspection and loss adjust- ment costs.....	—2,226	—1,980	—2,025
Administrative expenses charged to premium income.....	—1,849	—2,878	—2,825
Other income or expense, net.....	—245	—306	—311
Net income or loss (—).....	—8,666	3,699	—661

Revenue and Expense (in thousands of dollars)

	1970 actual	1971 est.	1972 est.
Revenue.....	48,821	44,313	45,000
Expense.....	57,487	40,614	45,661
Net income or loss for the year.....	—8,666	3,699	—661
Analysis of retained earnings:			
Retained earnings, start of year.....	—25,068	—33,733	—30,034
Retained earnings, end of year.....	—33,733	—30,034	—30,695

Financial Condition (in thousands of dollars)

	1969 actual	1970 actual	1971 est.	1972 est.
Assets:				
Treasury balance.....	14,882	15,582	18,657	18,401
Accounts receivable, net.....	25,150	25,586	24,171	23,766
Total assets.....	40,032	41,168	42,828	42,167
Liabilities:				
Accounts payable and accrued liabilities.....	2,840	3,441	2,430	2,430
Deferred credits.....	22,185	21,386	20,357	20,357
Provision for surety losses.....	75	75	75	75
Total liabilities.....	25,100	24,902	22,862	22,862
Government equity:				
Non-interest-bearing capital....	40,000	50,000	50,000	50,000
Retained earnings.....	—25,068	—33,733	—30,034	—30,695
Total Government equity.....	14,932	16,267	19,966	19,305

Analysis of Changes in Government Equity (in thousands of dollars)

	1970 actual	1971 est.	1972 est.
Unobligated balance (total Government equity).....	16,267	19,966	19,305

Note.—Excludes contingent liabilities representing estimated insurance coverage on 1970, 1971, and 1972 crops in the following amounts: 1970, \$852 million; 1971, \$871 million; and 1972, \$871 million.

Public enterprise funds—Continued

FEDERAL CROP INSURANCE CORPORATION FUND—Continued

Object Classification (in thousands of dollars)

Identification code 05-52-4085-0-3-351	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions.....	95	96	91
11.3 Positions other than permanent....	1,406	1,272	1,307
Total personnel compensation.....	1,501	1,368	1,398
12.1 Personnel benefits: Civilian employees..	75	69	70
21.0 Travel and transportation of persons..	650	543	557
42.0 Insurance claims and indemnities.....	53,213	35,450	40,500
92.0 Undistributed (provision for doubtful accounts and adjustments of prior year expenses).....	199	306	311
93.0 Administrative expenses (see separate schedule).....	1,849	2,878	2,825
99.0 Total obligations.....	57,487	40,614	45,661

Personnel Summary

Total number of permanent positions.....	11	11	11
Full-time equivalent of other positions.....	196	172	177
Average number of all employees.....	207	183	187
Average GS grade.....	7.4	7.6	7.7
Average GS salary.....	\$10,346	\$10,615	\$10,903

LIMITATION ON ADMINISTRATIVE AND OPERATING EXPENSES

Program and Financing (in thousands of dollars)

	1970 actual	1971 est.	1972 est.
Program by activities:			
Administrative expenses (costs—obligations).....	1,849	2,878	2,825
Financing:			
Unobligated balance lapsing.....	490	-----	-----
Limitation	2,339	2,335	2,825
Proposed increase in limitation for pay act increases.....	-----	543	-----

Object Classification (in thousands of dollars)

Identification code 05-52-4085-0-3-351	1970 actual	1971 est.	1972 est.
11.3 Personnel compensation: Positions other than permanent.....	480	1,071	1,030
12.1 Personnel benefits: Civilian employees..	23	52	49
21.0 Travel and transportation of persons..	186	430	451
25.0 Other services (advertising).....	184	145	115
Agents and other agreements.....	976	1,180	1,180
93.0 Administrative expenses included in schedule for fund as a whole.....	-1,849	-2,878	-2,825
99.0 Total obligations.....	-----	-----	-----

Personnel Summary

Average number of all employees.....	67	144	140
Average GS grade.....	7.4	7.6	7.7
Average GS salary.....	\$10,346	\$10,615	\$10,903

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

Identification code 05-52-3927-0-4-351	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Underwriting and actuarial analysis..	1	-----	-----
2. Contract sales and servicing.....	7	-----	-----
3. Crop inspections and loss adjustments..	2	-----	-----
10 Total obligations.....	10	-----	-----

Financing:

11 Receipts and reimbursements from: Federal funds.....	-10	-----	-----
Budget authority	-----	-----	-----

Relation of obligations to outlays:

71 Obligations incurred, net.....	-----	-----	-----
90 Outlays.....	-----	-----	-----

Object Classification (in thousands of dollars)

Personnel compensation:			
11.1 Permanent positions.....	5	-----	-----
11.3 Positions other than permanent....	3	-----	-----
Total personnel compensation.....	8	-----	-----
12.1 Personnel benefits: Civilian employees..	1	-----	-----
21.0 Travel and transportation of persons..	1	-----	-----
99.0 Total obligations.....	10	-----	-----

Personnel Summary

Full-time equivalent of other positions.....	1	-----	-----
Average number of all employees.....	1	-----	-----
Average GS grade.....	7.4	-----	-----
Average GS salary.....	\$10,346	-----	-----

RURAL ELECTRIFICATION ADMINISTRATION

Federal Funds

General and special funds:

To carry into effect the provisions of the Rural Electrification Act of 1936, as amended (7 U.S.C. 901-924), as follows:

LOAN AUTHORIZATIONS

For loans in accordance with said Act, and for carrying out the provisions of section 7 thereof, to be borrowed from the Secretary of the Treasury in accordance with the provisions of section 3(a) of said Act, and to remain available without fiscal year limitation in accordance with section 3(c) of said Act, as follows: rural electrification program, [\$337,000,000] \$329,000,000, and rural telephone program, [\$128,800,000] \$118,200,000. (Department of Agriculture and Related Agencies Appropriation Act, 1971.)

Program and Financing (in thousands of dollars)

Identification code 05-56-3197-0-1-352	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Rural electrification.....	362,373	399,565	380,000
2. Rural telephone.....	135,401	132,000	130,000
Total program costs, funded.....	497,774	531,565	510,000
Change in selected resources ¹	-27,812	-61,565	-40,000
10 Total obligations (object class 33.0).....	469,962	470,000	470,000
Financing:			
17 Recovery of prior year obligations.....	-2,742	-933	-----
21.47 Unobligated balance available, start of year (authority to spend public debt receipts).....	-31,018	-27,098	-23,831
24.47 Unobligated balance available, end of year (authority to spend public debt receipts).....	27,098	23,831	1,031
47 Budget authority (authority to spend public debt receipts)	463,300	465,800	447,200
Relation of obligations to outlays:			
71 Obligations incurred, net.....	467,220	469,067	470,000
72.47 Obligated balance, start of year (authority to spend public debt receipts).....	1,158,741	1,128,188	1,065,690

74.47	Obligated balance, end of year (authority to spend public debt receipts)-----	-1,128,188	-1,065,690	-1,025,690
90	Outlays-----	497,774	531,565	510,000

¹ Selected resources as of June 30 are as follows: Undisbursed loan obligations, 1969, \$1,158,741 thousand (1970 adjustments, -\$2,742 thousand); 1970, \$1,128,188 thousand (1971 adjustments, -\$933 thousand); 1971, \$1,065,690 thousand; 1972, \$1,025,690 thousand.

The Administration conducts two capital investment programs: (a) The rural electrification program to provide electric service to farms and other rural establishments; and (b) the rural telephone program to furnish and improve telephone service in rural areas. Funds for making repayable loans are borrowed from the Secretary of the Treasury.

1. *Rural electrification.*—This capital investment program is financed through loans which are made for construction, operation, improvement, and acquisition of electric distribution, generation, and transmission facilities in rural areas. The loans bear 2% interest and must be repaid within a period not to exceed 35 years.

Loans are also made at 2% interest for shorter periods of time to electrification borrowers to be reloaned to their consumers for the purpose of financing the wiring of premises and the acquisition and installation of electrical and plumbing appliances and equipment.

The 1972 budget request anticipates that a private source of supplemental financing will be available in the latter half of the fiscal year 1971 and in the fiscal year 1972 to satisfy a part of the capital requirements of the rural electric systems.

STATUS OF THE ELECTRIFICATION PROGRAM

Program Financing

[In thousands of dollars]

	1970 actual	1971 estimate	1972 estimate
Loan funds available:			
New loan authorization-----	340,000	337,000	329,000
Carryover from prior year-----	28,095	24,039	16,509
Rescissions of prior year loans-----	907	470	-----
Total available-----	369,001	361,509	345,509
Less:			
Loans approved-----	344,962	345,000	345,000
Balance to next fiscal year-----	24,039	16,509	509

Program Statistics

[Dollars in thousands]

Cumulative net loans-----	\$7,329,419	\$7,673,949	\$8,018,949
Cumulative funds advanced-----	\$6,463,530	\$6,863,095	\$7,243,095
Unadvanced funds, end of year-----	\$865,888	\$810,854	\$775,854
Cumulative principal, repaid-----	\$2,275,331	\$2,413,031	\$2,546,131
Cumulative interest paid-----	\$1,115,079	\$1,204,979	\$1,297,679
Cumulative miles energized (thou- sands)-----	1,657	1,677	1,697
Cumulative consumers served (thou- sands)-----	6,274	6,464	6,654
Number of borrowers-----	1,097	1,097	1,097

2. *Rural telephone.*—This capital investment program is financed through loans which are made for construction, improvement, expansion, acquisition, and operation of the telephone lines and facilities or systems to furnish and improve telephone service in rural areas. The loans bear 2% interest and must be repaid within a period not to exceed 35 years.

The 1972 budget request anticipates that a supplemental source of financing, using both private and Government capital, will be available in the 1972 fiscal year to satisfy a part of the capital requirements of the rural telephone systems.

STATUS OF THE TELEPHONE PROGRAM

Program Financing

[In thousands of dollars]

	1970 actual	1971 estimate	1972 estimate
Loan funds available:			
New Loan Authorization-----	123,300	128,800	118,200
Carryover from prior year-----	2,924	3,058	7,321
Rescissions of prior year loans-----	1,835	463	-----
Total available-----	128,058	132,321	125,521
Less:			
Loans approved-----	125,000	125,000	125,000
Balance to next fiscal year-----	3,058	7,321	521

Program Statistics

[Dollars in thousands]

	1970 actual	1971 estimate	1972 estimate
Cumulative net loans-----	\$1,746,578	\$1,871,116	\$1,996,116
Cumulative funds advanced-----	\$1,484,279	\$1,616,279	\$1,746,279
Unadvanced funds, end of year-----	\$262,299	\$254,837	\$249,837
Cumulative principal repaid-----	\$251,918	\$288,118	\$327,218
Cumulative interest paid-----	\$188,125	\$213,925	\$241,325
Route miles of line constructed or im- proved, cumulative (thousands)---	482	502	522
Dial subscribers, new and improved ser- vice, cumulative (thousands)-----	2,249	2,359	2,459
Number of borrowers-----	878	880	882

Revenue and Expense (in thousands of dollars)

	1970 actual	1971 est.	1972 est.
For the fiscal year:			
Lending operations:			
Interest revenue-----	104,765	111,705	117,964
Expense: Interest expense (statutory rates)-----	102,362	108,460	114,667
Net revenue-----	2,403	3,245	3,297
Administrative expenses (provided by annual appropriations): Salaries and expenses-----	14,998	15,379	15,843
Cumulative to end of fiscal year:			
Lending operations: Interest revenue-----	1,420,174	1,531,879	1,649,843
Expense:			
Interest expense (statutory rates)-----	1,343,005	1,451,465	1,566,132
Provision for possible losses on loans-----	9,340	9,340	9,340
Losses on foreclosed loans-----	45	45	45
Total expense-----	1,352,390	1,460,850	1,575,517
Net difference-----	67,784	71,029	74,326
Administrative expenses (provided by annual appropriations): Salaries and expenses-----	254,483	269,862	285,705

Financial Condition (in thousands of dollars)

	1969 actual	1970 actual	1971 est.	1972 est.
Assets:				
Treasury balance-----	44,815	9,178	10,000	-----
Cash on hand-----	569	1,710	1,710	1,710
Loans, net-----	5,016,670	5,333,590	5,691,255	6,029,055
Travel advances-----	89	87	87	87
Other systems acquired-----	72,324	79,975	79,975	79,975
Accounts receivable:				
Interest receivable-----	119,564	114,858	111,263	109,127
Current receivables-----	3	12	12	12
Equipment, net-----	399	381	380	404
Total assets-----	5,254,433	5,539,790	5,894,682	6,220,370

General and special funds—Continued

LOAN AUTHORIZATIONS—Continued

Financial Condition (in thousands of dollars)—Continued

	1969 actual	1970 actual	1971 est.	1972 est.
Liabilities:				
Current.....	709	833	823	935
Accrued annual leave.....	1,462	1,642	1,642	1,642
Trust and deposit.....	9	2	2	2
Total liabilities.....	2,180	2,477	2,467	2,579
Government equity:				
Borrowings from Treasury....	5,045,034	5,328,114	5,679,772	6,002,026
Appropriated administrative funds, net.....	238,453	253,278	268,656	284,524
Appropriated loan funds, net....	142,620	142,620	142,620	142,620
Net difference between income and expense.....	65,631	67,784	71,029	74,326
Administrative expenses.....	—239,485	—254,483	—269,862	—285,705
Total Government equity....	5,252,253	5,537,313	5,892,215	6,217,791

SALARIES AND EXPENSES

For administrative expenses, including not to exceed \$500 for financial and credit reports, funds for employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$150,000 for employment under 5 U.S.C. 3109, **[\$14,613,000] \$15,868,000, to remain available until expended, together with the unexpended balance of funds appropriated for the next preceding fiscal year under this head. (Department of Agriculture and Related Agencies Appropriation Act, 1971.)**

Program and Financing (in thousands of dollars)

Identification code 05-56-3100-0-1-352	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Administration of rural electrification program.....	7,872	8,077	8,277
2. Administration of rural telephone program.....	6,928	7,301	7,591
Total program costs, funded ¹.....	14,800	15,378	15,868
Change in selected resources ²	32	-----	-----
10 Total obligations.....	14,832	15,378	15,868
Financing:			
25 Unobligated balance lapsing.....	3	-----	-----
Budget authority.....	14,834	15,378	15,868
Budget authority:			
40 Appropriation.....	14,504	14,613	15,868
42 Transferred from other accounts.....	330	-----	-----
43 Appropriation (adjusted).....	14,834	14,613	15,868
44.20 Proposed supplemental for civilian pay act increases.....	-----	765	-----
Relation of obligations to outlays:			
71 Obligations incurred, net.....	14,832	15,378	15,868
72 Obligated balance, start of year.....	648	790	833
74 Obligated balance, end of year.....	—790	—833	—940
77 Adjustments to expired accounts.....	—7	-----	-----
90 Outlays, excluding pay increase supplemental.....	14,683	14,599	15,732
91.20 Outlays from civilian pay act supplemental.....	-----	736	29

¹ Includes capital outlay as follows: 1970, \$33 thousand; 1971, \$54 thousand; 1972, \$70 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$31 thousand (1970 adjustments, —\$7 thousand); 1970, \$56 thousand; 1971, \$56 thousand; 1972, \$56 thousand.

The Rural Electrification Administration makes loans for the extension and improvement of electric and telephone service in rural areas. Assistance is provided to electrification borrowers and potential borrowers to negotiate for adequate supplies of power on reasonable terms. Business management and technical help is furnished borrowers where needed to protect the Government's loan security, to assure that construction and operation of their systems conform to approved standards, and that the systems will provide continuous and reliable service and facilitate the most effective use of resources to achieve program objectives.

Object Classification (in thousands of dollars)

Identification code 05-56-3100-0-1-352	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions.....	12,285	12,452	12,780
11.3 Positions other than permanent.....	78	80	80
11.5 Other personnel compensation.....	4	4	4
Total personnel compensation.....	12,367	12,536	12,864
12.1 Personnel benefits: Civilian employees.....	975	1,070	1,164
21.0 Travel and transportation of persons.....	861	1,046	1,055
22.0 Transportation of things.....	22	35	35
23.0 Rent, communications, and utilities.....	188	195	205
24.0 Printing and reproduction.....	137	149	164
25.0 Other services.....	190	248	261
26.0 Supplies and materials.....	41	45	50
31.0 Equipment.....	51	54	70
99.0 Total obligations.....	14,832	15,378	15,868

Personnel Summary

Total number of permanent positions.....	888	888	926
Full-time equivalent of other positions.....	10	10	10
Average number of all employees.....	872	850	878
Average GS grade.....	10.4	10.4	10.4
Average GS salary.....	\$14,871	\$14,927	\$14,830

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

Identification code 05-56-3997-0-4-352	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Administration of rural electrification program.....	11	1	3
2. Administration of rural telephone program.....	10	1	3
3. Office of Economic Opportunity (Funds appropriated to the President).....	18	30	9
4. Agency for International Development (Funds appropriated to the President).....	8	8	8
Total program costs, funded.....	47	40	23
Change in selected resources ¹	—2	-----	-----
10 Total obligations.....	45	40	23
Financing:			
Receipts and reimbursements from:			
11 Federal funds.....	—38	—38	—18
14 Non-Federal sources (40 U.S.C. 481(c)).....	—7	—2	—5
Budget authority.....	-----	-----	-----

Relation of obligations to outlays:

71	Obligations incurred, net.....	-----	-----	-----
90	Outlays.....	-----	-----	-----

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$0 (1970 adjustments, —\$2 thousand); 1970, \$0; 1971, \$0; 1972, \$0.

Object Classification (in thousands of dollars)

Identification code 05-56-3997-0-4-352	1970 actual	1971 est.	1972 est.
11.1 Personnel compensation: Permanent positions.....	32	30	15
12.1 Personnel benefits: Civilian employees.....	4	8	3
21.0 Travel and transportation of persons.....	2	-----	-----
31.0 Equipment.....	7	2	5
99.0 Total obligations.....	45	40	23

Personnel Summary

Total number of permanent positions.....	1	1	0
Average number of all employees.....	1	1	1
Average GS grade.....	10.4	10.4	10.4
Average GS salary.....	\$14,871	\$14,927	\$14,830

FARMERS HOME ADMINISTRATION

Federal Funds

General and special funds:

RURAL WATER AND WASTE DISPOSAL GRANTS

For grants pursuant to sections 306(a)(2) and 306(a)(6) of the Consolidated Farmers Home Administration Act of 1961, as amended (7 U.S.C. 1926), **[\$100,000,000]** \$42,000,000 of the unexpended balance of amounts appropriated under this head in the fiscal year 1971 shall remain available until expended, pursuant to section 306(d) of the above Act. (Department of Agriculture and Related Agencies Appropriation Act, 1971.)

Program and Financing (in thousands of dollars)

Identification code 05-60-2066-0-1-352	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Planning grants.....	3,641	4,000	3,000
2. Development grants.....	21,752	34,227	58,000
Total program costs, funded.....	25,393	38,227	61,000
Change in selected resources ¹	20,607	5,773	—19,000
10 Total obligations (object class 41.0).....	46,000	44,000	42,000
Financing:			
21 Unobligated balance available, start of year.....	-----	-----	—56,000
24 Unobligated balance available, end of year.....	-----	56,000	14,000
40 Budget authority (appropriation).....	46,000	100,000	-----
Relation of obligations to outlays:			
71 Obligations incurred, net.....	46,000	44,000	42,000
72 Obligated balance, start of year.....	32,989	53,331	59,104
74 Obligated balance, end of year.....	—53,331	—59,104	—40,104
77 Adjustment in expired accounts.....	—265	-----	-----
90 Outlays.....	25,393	38,227	61,000

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$32,989 thousand (1970 adjustment, —\$265 thousand); 1970, \$53,331 thousand; 1971, \$59,104 thousand; 1972, \$40,104 thousand.

Rural water and waste disposal grants.—This program is authorized by subtitle A of the Consolidated Farmers Home Administration Act of 1961, as amended. It provides for planning grants to be made to public and private bodies with authority to prepare comprehensive plans

for the development of water or sewer systems in rural areas which do not have funds available for such planning. In addition, development grants are made to associations, including nonprofit corporations and public and quasi-public agencies, to finance specific projects for the development, storage, treatment, purification, or distribution of water or the collection, treatment, or disposal of waste in rural areas. The amount of the grant may not exceed 50% of the development cost of the project.

Development grants to associations may be made in connection with direct or insured loans for water and sewer systems described under the Farmers Home Administration direct loan account.

GRANT OBLIGATIONS

	1970 actual	1971 estimate	1972 estimate
Planning grants:			
Number of grants.....	179	335	168
Amount of grants (thousands of dollars).....	\$3,019	\$4,000	\$2,000
Development grants:			
Number of grants.....	586	665	665
Amount of grants (thousands of dollars).....	\$42,981	\$40,000	\$40,000

RURAL RENEWAL

Program and Financing (in thousands of dollars)

Identification code 05-60-2003-0-1-352	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Loans for rural renewal and demonstration projects.....	449	54	-----
2. Technical assistance and operating expense.....	47	-----	-----
Total program costs, funded.....	496	54	-----
Change in selected resources ¹	—495	—54	-----
10 Total obligations (object class 41.0).....	1	-----	-----
Financing:			
17 Recovery of prior year obligations.....	—193	-----	-----
21 Unobligated balance available, start of year.....	—135	-----	-----
23 Unobligated balance transferred to other accounts.....	327	-----	-----
Budget authority.....	-----	-----	-----
Relation of obligations to outlays:			
71 Obligations incurred, net.....	—192	-----	-----
72 Obligated balance, start of year.....	743	54	-----
74 Obligated balance, end of year.....	—54	-----	-----
90 Outlays.....	497	54	-----

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$743 thousand (1970 adjustments, —\$193 thousand); 1970, \$54 thousand; 1971, \$0; 1972, \$0.

Rural renewal.—The rural renewal program has been transferred to Soil Conservation Service and merged with the Resource Conservation and Development program.

RURAL HOUSING FOR DOMESTIC FARM LABOR

For financial assistance to public nonprofit organizations for housing for domestic farm labor, pursuant to section 516 of the Housing Act of 1949, as amended (42 U.S.C. 1486), \$2,500,000, to remain available until expended. (Department of Agriculture and Related Agencies Appropriation Act, 1971.)

General and special funds—Continued

RURAL HOUSING FOR DOMESTIC FARM LABOR—Continued

Program and Financing (in thousands of dollars)

Identification code 05-60-2004-0-1-352	1970 actual	1971 est.	1972 est.
Program by activities:			
Financial assistance for low-rent domestic farm labor housing (program costs, funded)	6,272	4,000	2,000
Change in selected resources ¹	-4,138	-300	1,767
10 Total obligations (object class 41.0) ..	2,134	3,700	3,767
Financing:			
17 Recovery of prior year obligations	-889	-----	-----
21 Unobligated balance available, start of year	-1,211	-2,467	-1,267
24 Unobligated balance available, end of year	2,467	1,267	-----
40 Budget authority (appropriation) ...	2,500	2,500	2,500
Relation of obligations to outlays:			
71 Obligations incurred, net	1,244	3,700	3,767
72 Obligated balance, start of year	8,438	3,411	3,111
74 Obligated balance, end of year	-3,411	-3,111	-4,878
90 Outlays	6,272	4,000	2,000

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$8,438 thousand (1970 adjustments, -\$889 thousand); 1970, \$3,411 thousand; 1971, \$3,111 thousand; 1972, \$4,878 thousand.

Rural housing for domestic farm labor.—Financial assistance in the form of grants is provided to public or private nonprofit organizations, or other eligible organizations for low-rent housing and related facilities for domestic farm labor, as authorized by the Housing Act of 1964.

Assistance not to exceed 90% of the total development cost may be provided for new structures (including household furnishings) and sites, and for the rehabilitation, alteration, conversion or improvement of dwellings, dining halls, community rooms or buildings, and infirmaries used by domestic farm laborers. Such financial assistance may be made in connection with insured farm labor housing loans under the Rural Housing Insurance Fund.

GRANT OBLIGATIONS

Rural housing grants for domestic farm labor:	1970 actual	1971 estimate	1972 estimate
Number of grants	6	16	16
Amount of grants (thousands of dollars)	\$2,134	\$3,700	\$3,767

MUTUAL AND SELF-HELP HOUSING

For grants pursuant to section 523(b)(1)(A) of the Housing Act of 1949 (42 U.S.C. 1490c), [\$775,000] \$2,000,000, to remain available until expended. (*Department of Agriculture and Related Agencies Appropriation Act, 1971.*)

Program and Financing (in thousands of dollars)

Identification code 05-60-2006-0-1-352	1970 actual	1971 est.	1972 est.
Program by activities:			
Financial assistance for technical and supervisory assistance for mutual and self-help housing (program costs, funded)	-----	1,500	2,000
Change in selected resources ¹	-----	950	450
10 Total obligations (object class 41.0) ..	-----	2,450	2,450
Financing:			
21 Unobligated balance available, start of year	-----	-2,125	-450
24 Unobligated balance available, end of year	2,125	450	-----
40 Budget authority (appropriation) ...	2,125	775	2,000

Relation of obligations to outlays:

71 Obligations incurred, net	2,450	2,450
72 Obligated balance, start of year	-----	950
74 Obligated balance, end of year	-950	-1,400
90 Outlays	1,500	2,000

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$0; 1970, \$0; 1971, \$950 thousand; 1972, \$1,400 thousand.

Mutual and self-help housing.—This assistance was authorized by section 1005 of the Housing and Urban Development Act of 1968 (Public Law 90-448). These grants are especially designed to aid the development of comprehensive plans to permit an expansion of mutual and self-help housing programs under which groups of families build their own homes by mutually exchanging labor. It is estimated that 30 grants totaling \$2,450 thousand will be made to nonprofit organizations in 1971 as well as in 1972. These organizations will provide technical staffs to assist approximately 2,000 low-income families in each year to build their homes by the self-help method.

SALARIES AND EXPENSES

For necessary expenses of the Farmers Home Administration, not otherwise provided for, in administering the programs authorized by the Consolidated Farmers Home Administration Act of 1961 (7 U.S.C. 1921-1991), as amended, title V of the Housing Act of 1949, as amended (42 U.S.C. 1471-1490c, 83 Stat. 399), the Rural Rehabilitation Corporation Trust Liquidation Act, approved May 3, 1950 (40 U.S.C. 440-444), and for carrying out the responsibilities of the Secretary of Agriculture under sections 235 and 236 of the National Housing Act, as amended (12 U.S.C. 1715z-1715z-1), and section 701 of the Housing Act of 1954, as amended (40 U.S.C. 461), [\$86,000,000] \$92,800,000, together with not more than \$2,250,000 of the charges collected in connection with the insurance of loans as authorized by section 309(e) of the Consolidated Farmers Home Administration Act of 1961, as amended, and sections 514(b)(3) and 517(i) of the Housing Act of 1949, as amended, of which not more than \$250,000 shall be available for the administration of Public Law 91-229: *Provided*, That, in addition, not to exceed \$500,000 of the funds available for the various programs administered by this agency may be transferred to this appropriation for temporary field employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225) to meet unusual or heavy workload increases: *Provided further*, That no part of any funds in this paragraph may be used to administer a program which makes rural housing grants pursuant to section 504 of the Housing Act of 1949, as amended. (*Department of Agriculture and Related Agencies Appropriation Act, 1971.*)

Program and Financing (in thousands of dollars)

Identification code 05-60-2001-0-1-352	1970 actual	1971 est.	1972 est.
Program by activities:			
Administration of grant and direct and insured loan programs (program costs, funded) ¹	74,522	93,214	95,550
Change in selected resources ²	32	-----	-----
10 Total obligations	74,554	93,214	95,550
Financing:			
11 Receipts and reimbursements from:			
Federal funds:			
Advanced from the Agricultural credit insurance fund, FHA	-1,960	-2,250	-2,250
Advanced from the Rural housing insurance fund, FHA	-500	-----	-----
Advanced from the Direct loan account, FHA	-----	-500	-500
22 Unobligated balance transferred from other accounts	-750	-----	-----
25 Unobligated balance lapsing	51	-----	-----
Budget authority	71,395	90,464	92,800

Budget authority:				
40	Appropriation	71,450	86,000	92,800
41	Transferred to other accounts	—55	—57	—
43	Appropriation (adjusted)	71,395	85,943	92,800
44.20	Proposed supplemental for civilian pay act increases		4,521	
Relation of obligations to outlays:				
71	Obligations incurred, net	72,094	90,464	92,800
72	Obligated balance, start of year	3,752	5,336	5,359
74	Obligated balance, end of year	—5,336	—5,359	—5,359
77	Adjustments in expired accounts	24		
90	Outlays, excluding pay increase supplemental	70,534	85,920	92,800
91.20	Outlays from civilian pay act supplemental		4,521	

¹ Includes capital outlay as follows: 1970, \$487 thousand; 1971, \$750 thousand.

² Selected resources as of June 30 are as follows:

	1969	1970 adjust- ments	1970	1971	1972
Stores	176		199	199	199
Unpaid undelivered orders	186	26	221	221	221
Total selected resources	362	26	420	420	420

These moneys are used to administer the loan and grant programs of the Farmers Home Administration including reviewing applications, making and collecting loans, and providing technical assistance and guidance to borrowers; and to assist in extending other Federal programs to people in rural areas.

Object Classification (in thousands of dollars)

Identification code 05-60-2001-0-1-352	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions	56,398	71,073	71,880
11.3 Positions other than permanent	3,663	2,813	2,839
11.5 Other personnel compensation	466	420	420
Total personnel compensation	60,527	74,306	75,139
12.1 Personnel benefits: Civilian employees	5,011	6,803	7,439
13.0 Benefits for former personnel	47		
21.0 Travel and transportation of persons	4,168	5,475	6,285
22.0 Transportation of things	173	280	283
23.0 Rent, communications, and utilities	2,714	4,016	4,016
24.0 Printing and reproduction	380	447	447
25.0 Other services	693	606	660
26.0 Supplies and materials	265	410	410
31.0 Equipment	573	862	862
42.0 Insurance claims and indemnities	3	9	9
99.0 Total obligations	74,554	93,214	95,550

Personnel Summary

Total number of permanent positions	6,090	7,355	7,400
Full-time equivalent of other positions	865	733	733
Average number of all employees	6,606	7,871	7,900
Average GS grade	7.4	7.4	7.4
Average GS salary	\$9,747	\$9,843	\$9,941

ALLOCATIONS AND ALLOTMENTS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allotments from other accounts are included in the schedules of the parent appropriations as follows:

Agriculture:	
Soil Conservation Service:	
"Watershed works of improvement."	
"Flood prevention."	
"Resource conservation and development."	
Rural Community Development Service: "Salaries and Expenses."	
Funds appropriated to the President:	
"Economic Opportunity Program."	
"Appalachian Regional Development Programs."	
Commerce:	
Economic Development Administration: "Development Facilities."	
Regional Action Planning Commission: "Regional Development Programs."	

PAYMENT OF SALES INSUFFICIENCIES Program and Financing (in thousands of dollars)

Identification code 05-60-2050-0-3-352	1970 actual	1971 est.	1972 est.
Financing:			
21 Unobligated balance available, start of year	—10,519	—7,826	—5,183
23 Unobligated balance transferred to other accounts	2,692	2,643	2,645
24 Unobligated balance available, end of year	7,826	5,183	2,538
Budget authority			
Relation of obligations to outlays:			
71 Obligations incurred, net			
90 Outlays			

Public enterprise funds:

DIRECT LOAN ACCOUNT

Direct loans and advances under subtitle [s A and] B [.] and advances under section 335(a) for which funds are not otherwise available, of the Consolidated Farmers Home Administration Act of 1961 (7 U.S.C. 1921), as amended, may be made from funds available in the Farmers Home Administration direct loan account [as follows: real estate loans, \$103,000,000, and] for operating loans in the amount of \$275,000,000, to remain available until expended, pursuant to section 338(c) of the above Act, and, for advances under section 335(a), in such amounts as are found necessary thereunder. (Department of Agriculture and Related Agencies Appropriation Act, 1971.)

Program and Financing (in thousands of dollars)

Identification code 05-60-4220-0-3-351	1970 actual	1971 est.	1972 est.
Program by activities:			
Capital outlay, funded:			
1. Real estate loans:			
Farm ownership loans	4,901	5,000	335
Soil and water loans	62,143	69,600	61,156
2. Operating loans	274,553	275,000	275,000
3. Watershed works of improvement loans	2,977	5,000	6,000
4. Flood prevention loans		400	400
5. Resource conservation and development loans	635	3,300	4,300
6. Judgments and collateral acquired	215	170	185
7. Land and improvements	1		
Total capital outlay, funded	345,424	358,470	347,376
Operating costs, funded:			
1. Interest and other expense on participation certificates	44,960	32,580	29,745
2. Administrative expense		500	500
3. Amortized discount on participation certificates	5	5	5
4. Interest on borrowings	3,571	16,750	22,500
5. Costs incident to security for loans	17		
Total operating costs, funded	48,553	49,835	52,750
Total program costs, funded	393,977	408,305	400,126
Change in selected resources ¹	2,439	12,755	—63,491
10 Total obligations	396,416	421,060	336,635

Financing:

Receipts and reimbursements from:			
11 Federal funds: Investment income—participation sales fund	—12,698	—5,793	—5,426
14 Non-Federal sources:			
Repayments on loans	—288,030	—310,190	—312,772
Proceeds from sale of acquired property	—126	—160	—160
Payment of judgments	—210	—250	—250
Interest income	—58,042	—67,389	—71,341
Other revenue	—19	—10	—10

¹ Balances of selected resources are identified on the statement of financial condition.

Public enterprise funds—Continued

DIRECT LOAN ACCOUNT—Continued

Program and Financing (in thousands of dollars)—Continued

Identification code 05-60-4220-0-3-351		1970 actual	1971 est.	1972 est.
21.98	Unobligated balance available, start of year: Fund balance.....	-604,807	-458,654	-302,369
22	Unobligated balance transferred from other accounts.....	-23,180	-----	-----
	Unobligated balance transferred from participation sales fund.....	-343,819	-52,878	-120,000
23	Unobligated balance transferred to participation sales fund.....	132,043	95,837	75,291
	Unobligated balance transferred to other accounts.....	-----	23,180	-----
24.98	Unobligated balance available, end of year: Fund balance.....	458,654	302,369	280,402
31	Redemption of participation certificates.....	343,819	52,878	120,000
Budget authority.....		-----	-----	-----
Relation of obligations to outlays:				
71	Obligations incurred, net.....	37,290	37,268	-53,324
72	Obligated balance, start of year.....	10,091	2,018	3,800
73	Obligated balance transferred from participation sales fund.....	51,417	32,924	31,512
	Obligated balance transferred to participation sales fund.....	-57,329	-33,996	-31,321
74.98	Receivables in excess of obligations, end of year.....	-----	-----	65,842
	Obligated balance, end of year.....	-2,018	-3,800	-----
90	Outlays.....	39,451	34,414	16,509

Farmers Home Administration direct loan account.—This account was established on October 16, 1961, pursuant to section 338(c) of the Consolidated Farmers Home Administration Act of 1961. Real estate and operating loans are made under the authorities of subtitles A and B of the act to farmers and ranchers and to associations unable to obtain credit from other sources at reasonable rates. The appropriation act for 1971 provided for making watershed works of improvement loans, flood prevention loans, and resource conservation and development loans from funds available in the Direct loan account. Under Public Law 90-488, farm ownership and operating loans may include funds for enterprises needed to supplement farm income, and loans may be made to finance outdoor recreational enterprises or to convert to recreational uses existing farming or ranching operations. Loans made under these and similar prior authorities are reported and accounted for in this account.

In 1971, the total for direct loans reflected in the following schedules is \$371.1 million. In 1972, the total for these loans is \$283.7 million. It is proposed to carry out the estimated loan programs through utilization of receipts to the Direct loan account representing collections on loans outstanding and sales of assets in prior years under the Participation Sales Act of 1966. No new borrowing authority is estimated for 1972.

1. *Real estate loans.*—(a) *Farm ownership loans.*—Direct and insured loans are made to farmers and ranchers for acquiring, enlarging, or improving farms, including dwellings and farm buildings; for financing land and water development, use and conservation; for developing recreational and other nonfarm enterprises; for forestry development; for refinancing indebtedness; and for loan closing costs. Loans are confined to farms which are not larger than family farms and cannot exceed the normal

value of the farm or \$100 thousand, whichever is the lesser. The loan limitation includes the unpaid indebtedness against the farm or other security.

FARM OWNERSHIP LOANS—OBLIGATIONS

	[Dollars in thousands]					
	1970 actual		1971 estimate		1972 estimate	
	Number	Amount	Number	Amount	Number	Amount
Number of applications...	32,410	-----	35,000	-----	40,000	-----
Direct loans.....	218	\$5,006	240	\$5,000	-----	-----
Insured loans.....	11,273	256,491	10,340	210,000	10,130	\$210,000

(b) *Recreation loans.*—Insured recreation loans are made to individual farmers and ranchers for converting all or a portion of the farms or ranches they own or operate to outdoor income-producing recreation enterprises which will supplement or supplant farm income and permit carrying on sound and successful operations. These loans are made under the same terms and limitations as farm ownership loans, except that the loans may be made on farms which are larger than family farms and may include funds for operating purposes.

RECREATION LOANS TO INDIVIDUALS—OBLIGATIONS

	[Dollars in thousands]					
	1970 actual		1971 estimate		1972 estimate	
	Number	Amount	Number	Amount	Number	Amount
Number of applications...	60	-----	400	-----	300	-----
Insured loans.....	43	\$1,211	185	\$5,000	185	\$5,000

(c) *Soil and water loans to individuals and association loans.*—Direct and insured loans are made to farmers, ranchers, and nonoperator owners for land and water development, use and conservation. Direct and insured loans are made to public and nonprofit associations for the effective development and utilization of water supply and waste disposal systems and for the improvement of land by soil and water conserving facilities and practices. Loans to associations also are made for shifts in land use including grazing, the development of recreational facilities, and for irrigation development. Direct land conservation and development loans to individuals are made in the Appalachian region to establish and carry out land stabilization, conservation, and erosion control practices. There is no limitation on the size of farms that may be improved with loans to individual farmers. For loans to individuals, a loan cannot exceed the normal value of the farm or \$100 thousand, whichever is the lesser. The loan limitation includes the unpaid indebtedness against the farm or other security. For loans to associations, the unpaid principal indebtedness, together with the amount of any grant assistance, is limited to \$4 million. Loans to associations may be made to serve residents of open country and rural towns and villages of not more than 5,500 population, which are not part of an urban area.

SOIL AND WATER AND LAND CONSERVATION AND DEVELOPMENT (APPALACHIA) LOANS TO INDIVIDUALS AND ASSOCIATION LOANS—OBLIGATIONS

	[Dollars in thousands]					
	1970 actual		1971 estimate		1972 estimate	
	Number	Amount	Number	Amount	Number	Amount
Number of applications...	3,975	-----	8,000	-----	10,000	-----
Direct loans:						
To individuals.....	82	\$238	770	\$3,000	-----	-----
To individuals (Appalachia).....	10	20	100	100	-----	-----
To associations:						
Water and sewer systems.....	411	64,280	518	74,000	-----	-----
Recreation facilities.....	-----	-----	2	100	-----	-----
Irrigation.....	2	70	18	900	-----	-----

Insured loans:						
To individuals.....	855	4,048	800	4,000	200	1,000
To associations:						
Water and sewer sys- tems.....	511	81,751	525	86,000	1,075	189,000
Recreation facilities..	48	4,529	40	2,000	-----	-----
Grazing.....	54	7,599	72	7,600	55	5,000
Irrigation.....	18	371	45	1,000	45	1,000

Estimates for fiscal years 1971 and 1972 are subject to minor shifts between some categories.

(d) *Indian tribe land acquisition loans.*—Insured Indian tribe land acquisition loans are made to qualified Indian tribes or tribal corporations to acquire land or interests in land within the tribe's reservation or Alaskan Indian community, as determined by the Secretary of the Interior. These loans are made under the same terms and limitations as association loans.

INDIAN TRIBE LAND ACQUISITION LOANS—OBLIGATIONS

[Dollars in thousands]

	1970 actual		1971 estimate		1972 estimate	
	Number	Amount	Number	Amount	Number	Amount
Number of applications....	--	-----	50	-----	100	-----
Insured loans.....	--	-----	25	\$5,000	50	\$10,000

Farm ownership, recreation, soil and water, and land conservation and development loans to individuals, as well as association loans and Indian tribe land acquisition loans, are repayable in not more than 40 years and bear interest not in excess of 5%. Insured loans are made through the Agricultural credit insurance fund with funds advanced by private lenders. Annual payments of principal and interest to lenders are fully guaranteed. The Administration services these insured loans, makes collections, and pays the lenders.

2. *Operating loans.*—Direct loans are made to farmers and ranchers for costs incident to reorganizing a farming system for more profitable operations; for a variety of essential farm expenses such as the purchase of livestock, farm equipment, feed, seed, fertilizer, and farm supplies, and other essential operating expenses, including cash rent, and costs incident to the production and harvesting of forestry products; for financing land and water development, use and conservation; for developing recreational or other nonfarm enterprises; for refinancing indebtedness; for other farm and home needs; and for loan closing costs. Loans are confined to operators of not-larger-than-family farms. The outstanding principal loan balance for operating loans to any individual is limited to \$35 thousand. Loans bear interest at a rate based on the average rate paid by the U.S. Treasury on obligations with a similar maturity period. The rate for fiscal year 1971 is 7 $\frac{7}{8}$ %. Loans may be scheduled for payment over periods from 1 to 7 years depending on loan purposes. In some situations, they may be renewed for not more than 5 additional years. Loans are secured by crop and chattel liens and, when necessary, by real estate mortgages.

FARM OPERATING LOANS—OBLIGATIONS

	1970 actual	1971 estimate	1972 estimate
Number of applications.....	64,350	70,000	75,000
Number of loans.....	46,657	45,600	45,000
Amount of loans (in thousands of dollars).....	275,000	275,000	275,000

3. *Watershed works of improvement loans.*—Direct loans are made to local sponsoring organizations to help finance their share of the cost of installing planned works of improvement in approved watershed projects. Repayment with interest is required within 50 years after the principal benefits of improvements first become available.

WATERSHED WORKS OF IMPROVEMENT LOANS—OBLIGATIONS

	1970 actual	1971 estimate	1972 estimate
Number of applications.....	30	70	75
Number of loans.....	21	46	36
Amount of loans (in thousands of dol- lars).....	3,244	6,763	5,000

4. *Flood prevention loans.*—Direct loans are made to local sponsoring organizations to help finance their share of the cost of installing planned works of improvement in approved flood prevention projects. Repayment with interest is required within 50 years after the principal benefits of improvements first become available.

FLOOD PREVENTION LOANS—OBLIGATIONS

	1970 actual	1971 estimate	1972 estimate
Number of applications.....	3	8	4
Number of loans.....	-----	7	7
Amount of loans (in thousands of dol- lars).....	-----	400	400

5. *Resource conservation and development loans.*—Direct loans are made to local sponsoring organizations and to individuals, when needed, to help finance their share of the cost of installing planned works of improvement in approved resource conservation and development projects. Loans are repayable in not more than 30 years, with repayment of principal and interest deferred up to 5 years, if necessary.

RESOURCE CONSERVATION AND DEVELOPMENT LOANS—OBLIGATIONS

	1970 actual	1971 estimate	1972 estimate
Number of applications.....	27	80	60
Number of loans.....	18	82	48
Amount of loans (in thousands of dollars).....	1,500	5,792	3,300

The new obligational authority required for "Insufficiencies" is computed as follows (in thousands of dollars):

	1970 actual	1971 estimate	1972 estimate
Interest accrued on participation certifi- cates.....	45,016	32,580	29,745
Participation sales expenses.....	—56	-----	-----
Amortized discount on participation certificates.....	5	5	5
Interest accrued on an equal amount of loans in the pool.....	—25,446	—20,900	—16,730
Insufficiency.....	19,519	11,685	13,020
Financed by:			
Investment income from participation sales trust fund.....	—12,698	—5,793	—5,426
Retained earnings reserved to meet insufficiencies.....	—6,821	—5,892	—7,594
Budget authority required.....	-----	-----	-----

Revenue and Expense (in thousands of dollars)

	1970 actual	1971 est.	1972 est.
Operating program:			
Revenue.....	56,746	70,503	74,847
Investment income from participation sales fund.....	12,698	5,793	5,426
Gross operating income.....	69,444	76,296	80,273
Expense:			
Operating expense.....	—53,416	28,768	35,180
Interest on participation certificates.....	44,960	32,580	29,745
Amortized discount on participation certifi- cates.....	-----	5	5
Total expense.....	—8,451	61,353	64,930
Net operating income or loss.....	—77,895	—14,943	—15,343

Public enterprise funds—Continued

DIRECT LOAN ACCOUNT—Continued

Revenue and Expense (in thousands of dollars)—Continued

	1970 actual	1971 est.	1972 est.
Nonoperating income or loss (—):			
Proceeds from sale of acquired property:			
Cash.....	126	160	160
Loans receivable.....	340	400	450
Total proceeds from sale.....	466	560	610
Net book value of assets sold.....	—467	—550	—600
Nonoperating income or loss.....	—1	10	10
Net income for the year.....	77,894	14,953	15,353

Financial Condition (in thousands of dollars)

	1969 actual	1970 actual	1971 est.	1972 est.
Assets:				
Drawing account with Treasury.....	614,898	460,672	306,169	214,560
Accounts receivable, net.....	64,415	63,806	73,363	77,938
Loans receivable, net.....	1,175,963	1,290,293	1,331,345	1,356,881
Acquired security or collateral.....	377	502	442	392
Land and improvements.....	6	6	6	6
Judgments, net.....	586	586	597	631
Total assets.....	1,856,245	1,815,866	1,711,922	1,650,408
Liabilities:				
Current.....	12,049	2,076	1,601	71
Interest collections in escrow for trustee.....	2,271	1,124	183	137
Participation certificates outstanding.....	928,000	584,181	508,123	388,123
Principal collections in escrow for trustee.....	10,700	6,489	8,100	6,109
Principal payments to be applied to redemption of participation certificates.....	—309,691	—70,523	—115,094	—68,394
Total liabilities.....	643,329	523,347	402,913	326,046
Government equity:				
Undisbursed loan obligations ¹	60,185	62,624	75,379	11,888
Unobligated balance.....	604,807	458,654	302,369	280,402
Participation certificates outstanding less principal collections held by trustee.....	—618,309	—513,658	—393,029	—319,729
Principal collections in escrow for trustee.....	—10,700	—6,489	—8,100	—6,109
Invested capital and earnings.....	1,176,933	1,291,388	1,332,390	1,357,910
Total Government equity.....	1,212,915	1,292,519	1,309,009	1,324,362

¹ The "Change in selected resources" entry on the program and financing schedule relates to this item.

Analysis of Changes in Government Equity (in thousands of dollars)

	1970 actual	1971 est.	1972 est.
Interest-bearing capital.....	597,960	597,960	597,960
Non-interest-bearing capital:			
Capitalization of assets, net:			
Start of year.....	491,820	493,531	495,067
Capitalized assets from FHA—Other.....	1,710	1,536	—
End of year.....	493,531	495,067	495,067
Appropriations.....	7,100	7,100	7,100
Retained earnings:			
Reserved to cover insufficiencies on participation certificates.....	30,264	24,372	16,778
Unreserved.....	163,665	184,510	207,457
Total Government equity.....	1,292,519	1,309,009	1,324,362

Object Classification (in thousands of dollars)

Identification code 05-60-4220-0-3-351	1970 actual	1971 est.	1972 est.
25.0 Other services.....	5	505	505
33.0 Investments and loans.....	347,881	371,225	283,885
43.0 Interest and dividends.....	3,571	16,750	22,500
Interest on participation certificates.....	44,960	32,580	29,745
99.0 Total obligations.....	396,416	421,060	336,635

[SELF-HELP HOUSING LAND DEVELOPMENT FUND]

For direct loans pursuant to section 523(b)(1)(B) of the Housing Act of 1949 (42 U.S.C. 1490c) and related advances, \$400,000, to remain available until expended. (Department of Agriculture and Related Agencies Appropriation Act, 1971.)

Program and Financing (in thousands of dollars)

Identification code 05-60-4222-0-3-352	1970 actual	1971 est.	1972 est.
Program by activities:			
Loans for land development (total program costs, funded).....	114	1,057	1,093
Change in selected resources ¹	—	168	132
10 Total obligations (object class 33.0).....	114	1,225	1,225
Financing:			
14 Receipts and reimbursements from: Non-Federal sources:			
Repayments on loans.....	—	—54	—500
Interest income.....	—	—3	—36
21 Unobligated balance available, start of year.....	—600	—1,486	—718
24 Unobligated balance available, end of year.....	1,486	718	29
40 Budget authority (appropriation).....	1,000	400	—
Relation of obligations to outlays:			
71 Obligations incurred, net.....	114	1,168	689
72 Obligated balance, start of year.....	—	—	168
74 Obligated balance, end of year.....	—	—168	—297
90 Outlays.....	114	1,000	560

¹ Balances of selected resources are identified on the statement of financial condition.

The Self-Help Housing Land Development Fund was authorized by section 1005 of the Housing and Urban Development Act of 1968 (Public Law 90-448). It is used as a revolving fund for making loans to public or private nonprofit organizations for the acquisition and development of land as building sites to be subdivided and sold to eligible families, nonprofit organizations and cooperatives. In fiscal year 1970, three loans were obligated for \$114,370. It is estimated that 31 loans for \$1,225 thousand will be made in 1971 as well as in 1972.

Revenue and Expense (in thousands of dollars)

	1970 actual	1971 est.	1972 est.
Operating program:			
Revenue.....	—	3	36
Expense.....	—	—	—
Net operating income.....	—	3	36

Financial Condition (in thousands of dollars)

	1969 actual	1970 actual	1971 est.	1972 est.
Assets:				
Drawing account with Treasury.....	600	1,486	886	326
Accounts receivable, net.....	—	—	—	3
Loans receivable, net.....	—	114	1,117	1,710
Total assets.....	600	1,600	2,003	2,039

Government equity:

Undisbursed loan obligations ¹			168	300
Unobligated balance.....	600	1,486	718	29
Total unexpended balance.....	600	1,486	886	329
Invested capital and earnings.....		114	1,117	1,710
Total Government equity.....	600	1,600	2,003	2,039

¹ The "Change in selected resources" entry on the program and financing schedule relates to this item.

Analysis of Changes in Government Equity (in thousands of dollars)

	1970 actual	1971 est.	1972 est.
Non-interest-bearing capital:			
Start of year.....	600	1,600	2,000
Appropriations.....	1,000	400	
End of year.....	1,600	2,000	2,000
Retained earnings:			
Start of year.....			3
Net income for the year.....		3	36
End of year.....		3	39

RURAL HOUSING INSURANCE FUND

For direct loans and related advances pursuant to section 517(m) of the Housing Act of 1949, as amended, **[\$19,000,000]** \$10,000,000 shall be available from funds in the rural housing insurance fund. Hereafter, farmer applicants for direct or insured rural housing loans shall be required to provide only such collateral security as is required of owners of nonfarm tracts.

For an additional amount **[for]** to reimburse the rural housing insurance **[fund,]** fund for losses sustained in prior years, but not previously reimbursed, in carrying out the provisions of Title V of the Housing Act of 1949, as amended (42 U.S.C. 1483, 1487e, and 1490a(c)), including \$6,860,000 as authorized by section 521(c) of the **[Housing Act of 1949 (42 U.S.C. 1490a(c)), \$334,000]** Act, \$23,663,000. (Department of Agriculture and Related Agencies Appropriation Act, 1971.)

Program and Financing (in thousands of dollars)

Identification code 05-60-4141-0-3-352	1970 actual	1971 est.	1972 est.
Program by activities:			
Capital outlay, funded:			
1. Loans made:			
(a) Loans made from fund.....	765,076	991,100	1,518,212
(b) Payments of delinquent installments.....	3,769	3,000	8,000
(c) Advances on behalf of borrowers.....	1,449	400	900
2. Purchase of loans from lenders.....	217,967	174,000	100,000
3. Judgments and collateral acquired.....	74	87	107
Total capital outlay, funded.....	988,334	1,168,587	1,627,219
Operating costs, funded:			
1. Administrative expense.....	500		
2. Interest on borrowings.....	12,323	10,119	14,600
3. Interest on participation certificates.....	12,271	12,055	11,004
4. Amortized discount on participation certificates.....	10	10	10
5. Premium interest paid note-holders.....	29,074	40,000	57,000
6. Interest expense on withheld collections.....	2,951	8,000	10,000
7. Interest credits on loans.....	4,044	10,000	18,000
8. Other expense.....	739	5,300	6,075
Total operating costs, funded.....	61,912	85,484	116,689
Total program costs, funded.....	1,050,246	1,254,071	1,743,908
Change in selected resources ¹	20,330	23,900	96,788
10 Total obligations.....	1,070,576	1,277,971	1,840,696

Financing:

Receipts and reimbursements from:			
11 Federal funds: Investment income from participation sales fund.....	-1,321	-1,582	-1,552
14 Non-Federal sources:			
Repayments on loans.....	-178,375	-330,656	-437,401
Less: Payments to noteholders.....	131,446	285,221	393,891
Subtotal, repayments on loans held.....	-46,929	-45,435	-43,510
Repayments on advances.....	-3,958	-3,200	-2,700
Sale of loans.....	-844,960	-1,592,228	-1,687,700
Insurance premiums.....	-198	-525	-500
Repayments on judgments.....		-30	-40
Proceeds from sale of acquired property.....	-161	-145	-220
Interest income.....	-28,263	-26,358	-24,489
Fees and other revenue.....	-132	-230	-350
Unobligated balance available, start of year:			
21.47 Authority to spend public debt receipts.....	-107,710	-153,767	-177,071
21.98 Fund balance.....	-340,529		-377,481
22 Unobligated balance transferred from other accounts.....	-2,692	-25,824	-2,645
Unobligated balance transferred from participation sales fund.....	-56,673	-10,000	-24,225
23 Unobligated balance transferred to participation sales fund.....	21,651	17,365	15,859
Unobligated balance transferred to other accounts.....	23,180		
Unobligated balance available, end of year:			
24.47 Authority to spend public debt receipts.....	153,767	177,071	177,071
24.98 Fund balance.....		377,481	308,433
31 Undrawn authorization lapsing.....	107,710		
Redemption of participation certificates.....	56,673	10,000	24,225
40 Budget authority (appropriation).....	31	564	23,801
Distribution of budget authority by account:			
Rural housing direct loan account.....	31		
Rural housing insurance fund.....		564	23,801
Relation of obligations to outlays:			
71 Obligations incurred, net.....	144,654	-391,762	79,635
Obligated balance, start of year:			
72.47 Authority to spend public debt receipts.....	111,671	23,305	
72.98 Fund balance.....	4,610	113,199	198,890
73 Obligated balance, transferred from participation sales fund.....	13,990	12,178	12,656
Obligated balance, transferred to participation sales fund.....	-13,267	-13,989	-13,366
Obligated balance, end of year:			
74.47 Authority to spend public debt receipts.....	-23,305		
74.98 Fund balance.....	-113,199	-198,890	-361,601
90 Outlays.....	125,155	-455,959	-83,786
Distribution of outlays by account:			
Rural housing direct loan account.....	-33,540		
Rural housing insurance fund.....	158,695	-455,959	-83,786

¹ Balances of selected resources are identified on the statement of financial condition.

This fund was established in 1965 (Public Law 89-117) pursuant to section 517 of title V of the Housing Act of 1949, as amended. Initial capitalization of the fund at \$100 million was provided by the Supplemental Appropriation Act, 1966.

Public Law 91-152, approved December 24, 1969, provided that the Rural housing direct loan account be abolished and that the assets and liabilities of, and authorizations applicable to, that direct loan account be transferred to the Rural housing insurance fund.

This fund is used to insure rural housing loans, farm labor housing loans, rural housing site loans, and loans

Public enterprise funds—Continued

RURAL HOUSING INSURANCE FUND—Continued

for rural rental housing. If the borrowers are persons of low or moderate incomes, and if their need for necessary housing cannot be met with financial assistance from other sources, including assistance available under sections 235 or 236 of the National Housing Act, the loans made by the Farmers Home Administration in fiscal year 1971 will bear interest at 7¼% with provision for interest credits up to 6¼% under certain circumstances. Loans to persons other than those of low or moderate incomes were made at an interest rate of 8½% plus a one-half of 1% insurance charge in fiscal year 1970. Farm labor housing loans bear interest at the rate of 1%.

The appropriation act for 1971 provided for making direct loans from funds available in the Rural housing insurance fund. These direct loans, to which interest credits do not apply, are made for the following purposes:

1. *Low- to moderate-income building loans.*—Loans of \$1 thousand or less are made at an interest rate of 7¼% in fiscal year 1971 and are repayable in not more than 10 years when the loan cannot be made on an insured basis. Disaster loans without a limit as to amount are made at 3% interest to provide for repair or replacement of farm or rural dwellings, farm service buildings, and related facilities damaged by a natural disaster.

2. *Very-low-income housing repair loans.*—Repair and improvement loans not in excess of \$2,500 are made to very-low-income families who are owners of farms or non-farm property to repair or improve their dwellings and essential farm buildings in order to make them safe and sanitary and to remove health hazards to the families and the community. Such loans which involve water supply, septic tanks, or bathroom and kitchen plumbing facilities may be made in amounts not in excess of \$3,500. These loans are made at 1% interest and are repayable in not more than 10 years.

3. *Rural rental housing loans.*—Loans are made to private nonprofit corporations and consumer cooperatives to provide modest cost rental or cooperative housing and related facilities for elderly persons in rural areas with low or moderate incomes or other persons with low incomes in rural areas. These loans which bear 3% interest and are repayable in not more than 50 years are generally restricted to existing borrowers who need subsequent loans.

Insured and direct building loans are made to farm-owners, owners of other real estate in rural areas, others who are or will become rural residents, and long-term farm leaseholders. Loans are repayable in not more than 33 years. Loans are made to enable eligible applicants to construct, improve, alter, repair, or replace dwellings and essential farm service buildings, and may include funds to buy a house, building site, and farm service buildings. Loans are limited to rural areas which include towns, villages, or other rural places of not more than 10,000 population, which are not part of an urban area.

RURAL HOUSING LOANS—OBLIGATIONS

[Dollars in millions]

	1970 actual		1971 estimate		1972 estimate	
	Number	Amount	Number	Amount	Number	Amount
Number of applications.....	162,600	---	250,000	-----	300,000	-----
Insured loans:						
Rural housing site loans.....	-----	---	125	\$5	130	\$5
Farm labor housing loans.....	24	\$2	145	10	145	10

Rural rental housing loans.....	490	27	630	35	630	35
Low- to moderate-income building loans (individuals).....	65,436	729	77,300	946	121,800	1,555
Above moderate-income building loans (individuals).....	1,667	22	-----	-----	-----	-----
Total insured.....	67,617	780	78,200	996	122,705	1,605

Direct loans:

Low- to moderate-income building loans (individuals).....	1,498	5	1,330	7	-----	-----
Very-low-income housing repair loans.....	4,750	5	10,300	10	9,300	10
Rural rental housing loans.....	20	1	40	2	-----	-----
Total direct.....	6,268	12	11,670	19	9,300	10

Note.—Estimates for fiscal years 1971 and 1972 are subject to minor shifts between some categories.

The new budget authority required for Insufficiencies is computed as follows (in thousands of dollars):

	1970 actual	1971 estimate	1972 estimate
Interest accrued on participation certificates.....	12,271	12,055	11,004
Amortized discount on participation certificates.....	10	10	10
Interest accrued on an equal amount of loans in the pool.....	-8,237	-7,610	-6,679
Insufficiency.....	4,044	4,455	4,335
Financed by:			
Investment income from participation sales trust fund.....	-1,321	-1,582	-1,552
Transfer from other accounts.....	-2,692	-2,643	-2,645
Budget authority.....	31	230	138
Portion of budget authority applicable to: Sales authorized in 1967 appropriations.....	31	230	138

Revenue and Expense (in thousands of dollars)

	1970 actual	1971 est.	1972 est.
Operating program:			
Revenue.....	28,584	27,150	25,380
Investment income from participation sales fund, net.....	1,321	1,582	1,552
Gross operating income.....	29,905	28,732	26,932
Expense:			
Operating expense.....	53,652	78,776	116,124
Amortized discount on participation certificates.....	10	10	10
Interest on participation certificates.....	12,271	12,055	11,004
Total expense.....	65,933	90,841	127,138
Net operating loss.....	-36,028	-62,109	-100,206
Nonoperating income or loss (-):			
Proceeds from sale of acquired property:			
Cash.....	161	145	220
Loans receivable.....	1,229	250	250
Total proceeds from sale.....	1,390	395	470
Net book value of assets sold.....	1,402	385	450
Net nonoperating gain or loss (-).....	-12	10	20
Net loss for the year.....	-36,040	-62,099	-100,186

Financial Condition (in thousands of dollars)

	1969 actual	1970 actual	1971 est.	1972 est.
Assets:				
Drawing account with Treasury	345,140	113,199	576,371	670,032
Accounts receivable, net:				
Transferred from rural housing direct loan account	6,859	1,020		
Other	8,153	17,703	21,684	24,401
Total accounts receivable, net	15,012	18,723	21,684	24,401
Loans receivable, net:				
Transferred from rural housing direct loan account	582,672	553,595		
Other	230,982	351,584	433,656	323,530
Total loans receivable, net	813,654	905,179	433,656	323,530
Judgments, net:				
Transferred from rural housing direct loan account	7	8		
Other		4	13	14
Total judgments receivable, net	7	12	13	14
Acquired security or collateral:				
Transferred from rural housing direct loan account	216	248		
Other	451	1,029	3,008	5,699
Total acquired security or collateral	667	1,277	3,008	5,699
Total assets	1,174,480	1,038,390	1,034,732	1,023,676
Liabilities:				
Transferred from rural housing direct loan account:				
Accounts payable and accrued liabilities	1,537	694		
Interest collections in escrow for trustee	1,412	494	62	53
Participation certificates outstanding	238,085	181,412	194,592	170,367
Principal collections in escrow for trustee	4,209	1,478	1,467	1,308
Principal repayments to be applied to redemption of participation certificates	-25,136	-10,563	-17,917	-9,392
Total liabilities transferred	220,107	173,515	178,204	162,336
Other:				
Accounts payable and accrued liabilities	91,686	97,050	139,623	208,272
Provision for potential losses on loans held by note-holders	5,964	9,819	17,790	27,693
Participation certificates outstanding:				
Participation certificates outstanding, less principal collections held by trustee	-212,949	-170,849	-176,675	-160,975
Principal collections in escrow for trustee	-4,209	-1,478	-1,467	-1,308
Total participation certificates outstanding	-217,158	-172,327	-178,142	-162,283
Total liabilities	100,599	108,057	157,475	263,018
Government equity:				
Obligations: Transferred from rural housing direct loan account: Undisbursed loan obligations ¹	928	1,358		

Other:

Undisbursed loan obligations ¹	35,727	55,588	80,846	177,634
Undisbursed obligations to pay recoverable costs ¹	4	20	20	20
Undisbursed obligations for delinquent installments ¹		23	23	23
Total obligations	36,659	56,989	80,889	177,677
Unobligated balance:				
Transferred from rural housing direct loan account	448,239			
Other		153,767	554,552	485,502
Total unobligated balance	448,239	153,767	554,552	485,502
Total unexpended balance	484,898	210,756	635,441	663,179
Undrawn authorizations:				
Transferred from rural housing direct loan account	-107,710			
Other	-111,671	-177,071	-177,071	-177,071
Total undrawn authorizations	-219,381	-177,071	-177,071	-177,071
Total funded balance	265,517	33,685	458,370	486,108
Invested capital and earnings:				
Transferred from rural housing direct loan account	582,895	553,851		
Other	225,469	342,798	418,887	301,550
Total invested capital and earnings	808,363	896,649	418,887	301,550
Total Government equity	1,073,880	930,333	877,257	787,658

¹ The "Changes in selected resources" entry on the program and financing schedule relates to these items.

Analysis of Changes in Government Equity (in thousands of dollars)

	1970 actual	1971 est.	1972 est.
Interest-bearing capital:			
Start of year:			
Transferred from rural housing direct loan account	555,718	555,718	555,718
Other	65,400		
Total interest-bearing capital (start of year)	621,118	555,718	555,718
Borrowings from Treasury, net	-65,400		
End of year:			
Rural housing direct loan account	555,718		
Other		555,718	555,718
Total interest-bearing capital (end of year)	555,718	555,718	555,718
Non-interest-bearing capital:			
Transferred from rural housing direct loan account	135,505	135,505	135,505
Appropriations	102,500	102,834	102,834
Total non-interest-bearing capital	238,005	238,339	238,339
Retained earnings:			
Start of year:			
Transferred from rural housing direct loan account	13,470		
Other	-15,871	-35,716	-94,942
Total	-2,401	-35,716	-94,942
Net income or loss (-) for year:			
Transferred from rural housing direct loan account	1,141		

Public enterprise funds—Continued

RURAL HOUSING INSURANCE FUND—Continued

Analysis of Changes in Government Equity (in thousands of dollars)—Continued

	1970 actual	1971 est.	1972 est.
Retained earnings—Continued			
Net income or loss (—) for year—Continued			
Appropriation and transfers to meet insufficiencies and other deficits.....	2,723	2,873	26,446
Other.....	-37,181	-62,099	-100,186
Total.....	-33,316	-59,226	-73,740
End of year:			
Transferred from rural housing direct loan account.....	17,334	-----	-----
Other.....	-53,051	-94,942	-168,682
Total.....	-35,717	-94,942	-168,682

Note.—This statement excludes contingent liabilities for insured loans in principal amounts as of June 30, 1970, \$1,813,066 thousand; 1971, \$3,018,752 thousand; 1972, \$4,318,720 thousand.

Object Classification (in thousands of dollars)

Identification code 05-60-4141-0-3-352	1970 actual	1971 est.	1972 est.
25.0 Other services.....	1,239	5,300	6,075
33.0 Investments and loans.....	1,008,665	1,192,487	1,724,007
43.0 Interest and dividends.....	48,392	68,119	99,600
Interest on participation certificates.....	12,281	12,065	11,014
99.0 Total obligations.....	1,070,576	1,277,971	1,840,696

EMERGENCY CREDIT REVOLVING FUND (DISASTER LOANS)

Program and Financing (in thousands of dollars)

Identification code 05-60-4104-0-3-351	1970 actual	1971 est.	1972 est.
Program by activities:			
Capital outlay, funded:			
Loans made: Emergency loans.....	90,208	67,000	67,000
Judgments and collateral acquired.....	25	34	34
Total capital outlay, funded.....	90,233	67,034	67,034
Operating costs, funded:			
Administrative expense.....	7,236	6,800	6,800
Other expense.....	8	-----	-----
Total operating costs, funded.....	7,245	6,800	6,800
Total program costs, funded.....	97,478	73,834	73,834
Change in selected resources ¹	-847	-----	-----
10 Total obligations.....	96,631	73,834	73,834
Financing:			
14 Receipts and reimbursements from: Non-Federal sources (7 U.S.C. 1967(a)):			
Repayments on loans.....	-107,128	-95,922	-72,184
Proceeds from sale of acquired property.....	-32	-35	-35
Payments on judgments.....	-19	-30	-30
Revenue.....	-2,912	-2,762	-2,044
21 Unobligated balance available, start of year.....	-12,429	-27,808	-52,723
23 Unobligated balance transferred to other accounts.....	30,000	-----	-----
24 Unobligated balance available, end of year.....	27,808	52,723	53,182
40 Budget authority (appropriation).....	31,918	-----	-----
Relation of obligations to outlays:			
71 Obligations incurred, net.....	-13,459	-24,915	-459
72 Obligated balance, start of year.....	842	-----	-----

Receivables in excess of obligations, start of year.....	-----	-1,728	-1,791
74 Receivables in excess of obligations, end of year.....	1,728	1,791	1,842
90 Outlays.....	-10,890	-24,852	-408

¹ Balance of selected resources are identified on the statement of financial condition.

This fund is authorized by subtitle C of the Consolidated Farmers Home Administration Act of 1961 to finance emergency loans in areas where agricultural credit is not readily available because of natural disasters. Loans are generally confined to areas designated by the Secretary of Agriculture as emergency areas. Loans may be made outside of such areas under certain conditions to eligible applicants who have suffered severe production losses not general to the area. Loans also may be made to previously indebted borrowers to permit orderly repayment of such indebtedness.

Loans.—(a) *Emergency loans.*—Emergency loans are made at 6% interest or less to eligible farmers, ranchers, or oyster planters and to domestic corporations or partnerships engaged primarily in farming, ranching, or oyster planting. Loans are made primarily for financing farm operating needs, family living expenses, and a number of closely related purposes. Public Law 91-606, approved December 31, 1970, authorized loans with special provisions for refinancing real estate debts under restricted conditions, for cancellation of a portion of principal up to \$2,500, and for deferment of interest and principal payments up to 3 years on loans for other than operating expenses.

(b) *Other loans.*—Where necessary to protect the Government's investment, obligations are incurred in connection with outstanding loans to provide for payment of such costs as taxes and insurance. Such advances are charged to the borrowers' accounts.

Administrative expenses.—The administrative expenses are related to the emergency loan program of the administration. These expenses are estimated at \$6.8 million in 1971 and in 1972. Any additional expenses are paid from the appropriation Salaries and expenses. Administrative expenses for the Office of the General Counsel are estimated at \$39 thousand in 1971 and 1972.

Financing the program.—No new budgetary authorization is required for 1972. A net loss of \$6.9 million is estimated on an accrual basis. Receipts are estimated to exceed expenditures by \$408 thousand on a cash basis. During 1972, the program will be wholly financed by receipts from operations of the revolving fund.

Operating results and financial conditions.—Revenue for 1972, consisting principally of interest on loans, is estimated at \$2.5 million, compared to expense of \$9.3 million, resulting in an estimated loss of \$6.8 million. A net gain of \$179 thousand is estimated for 1971, and a net loss of \$8.8 million resulted in 1970.

Loans receivable, after allowance for losses are expected to amount to \$71.8 million on June 30, 1972, as compared to \$79.1 million on June 30, 1971, and \$103.9 million on June 30, 1970.

The Government investment at June 30, 1972, is expected to be \$126.9 million, consisting of \$267.8 million appropriated and donated, less a deficit of \$140.9 million.

EMERGENCY LOAN OBLIGATIONS

	1970 actual	1971 estimate	1972 estimate
Number of loans.....	12,778	10,300	10,000
Amount of loans (in thousands of dollars).....	\$89,430	\$67,000	\$67,000

Revenue and Expense (in thousands of dollars)

	1970 actual	1971 est.	1972 est.
Operating program:			
Revenue.....	3,366	3,180	2,471
Expense.....	-12,164	-3,001	-9,330
Net operating income or loss (—).....	-8,798	179	-6,859
Nonoperating income:			
Proceeds from sale of collateral:			
Cash.....	32	35	35
Loans receivable.....	26	25	25
Total proceeds from sale of collateral.....	59	60	60
Net book value of assets sold.....	-48	-50	-50
Net nonoperating income.....	10	10	10
Net income or loss (—) for the year....	-8,788	189	-6,849

Financial Condition (in thousands of dollars)

	1969 actual	1970 actual	1971 est.	1972 est.
Assets:				
Treasury balance.....	13,271	26,079	50,932	51,340
Accounts receivable, net.....	3,295	3,209	3,272	3,323
Loans receivable, net.....	125,325	103,918	79,136	71,773
Acquired security or collateral.....	187	192	242	292
Judgments, net.....	196	198	203	208
Total assets.....	142,275	133,596	133,785	126,936
Liabilities:				
Current.....	1,810	1	1	1
Government equity:				
Obligations:				
Undisbursed loan obligations ¹	2,327	1,480	1,480	1,480
Unobligated balance.....	12,430	27,808	52,723	53,182
Total unexpended balance.....	14,757	29,287	54,203	54,662
Invested capital and earnings.....	125,708	104,308	79,581	72,273
Total Government equity.....	140,465	133,595	133,784	126,935

¹ The "Change in selected resources" entry on the program and financing schedule relates to this item.

Analysis of Changes in Government Equity (in thousands of dollars)

	1970 actual	1971 est.	1972 est.
Interest-bearing capital:			
Start of year.....	30,000	-----	-----
Borrowing from Commodity Credit Corporation, net.....	-30,000	-----	-----
End of year.....	-----	-----	-----
Non-interest-bearing capital:			
Start of year.....	235,858	267,776	267,776
Appropriations.....	31,918	-----	-----
End of year.....	267,776	267,776	267,776
Retained earnings:			
Start of year.....	-125,393	-134,181	-133,992
Net income or loss (—) for the year.....	-8,788	189	-6,849
End of year.....	-134,181	-133,992	-140,841

Object Classification (in thousands of dollars)

Identification code 05-60-4104-0-3-351	1970 actual	1971 est.	1972 est.
FARMERS HOME ADMINISTRATION			
Personnel compensation:			
11.1 Permanent positions.....	5,778	5,407	5,407
11.3 Positions other than permanent.....	89	90	90
11.5 Other personnel compensation.....	25	25	25
Total personnel compensation.....	5,892	5,522	5,522
12.1 Personnel benefits: Civilian employees.....	488	511	552
13.0 Benefits for former personnel.....	5	-----	-----
21.0 Travel and transportation of persons.....	405	356	336
22.0 Transportation of things.....	17	15	14
23.0 Rent, communications, and utilities.....	264	232	219
24.0 Printing and reproduction.....	37	33	31
25.0 Other services.....	68	59	56
26.0 Supplies and materials.....	26	22	21
31.0 Equipment.....	12	11	10
33.0 Investments and loans.....	89,386	67,034	67,034
43.0 Interest and dividends.....	8	-----	-----
Total obligations, Farmers Home Administration.....	96,608	73,795	73,795
ALLOTMENT TO THE OFFICE OF THE GENERAL COUNSEL			
11.1 Personnel compensation: Permanent positions.....	20	36	36
12.1 Personnel benefits: Civilian employees.....	2	3	3
Total obligations, Office of the General Counsel.....	22	39	39
99.0 Total obligations.....	96,631	73,834	73,834

Personnel Summary

FARMERS HOME ADMINISTRATION

Total number of permanent positions.....	625	575	575
Full-time equivalent of other positions.....	10	10	10
Average number of all employees.....	633	585	585
Average GS grade.....	7.4	7.4	7.4
Average GS salary.....	\$9,747	\$9,843	\$9,935

ALLOTMENT TO THE OFFICE OF THE GENERAL COUNSEL

Total number of permanent positions.....	4	4	4
Average number of all employees.....	2	4	4
Average GS grade.....	9.9	9.9	9.7
Average GS salary.....	\$13,995	\$14,148	\$14,010

AGRICULTURAL CREDIT INSURANCE FUND

For an additional amount to reimburse the agricultural credit insurance fund for losses sustained in prior years, but not previously reimbursed, in carrying out the provisions of the Consolidated Farmers Home Administration Act of 1961, as amended (7 U.S.C. 1988 (a)), \$37,192,000.

Program and Financing (in thousands of dollars)

Identification code 05-60-4140-0-3-351	1970 actual	1971 est.	1972 est.
Program by activities:			
Capital outlay, funded:			
1. Loans made:			
(a) For payment of delinquent installments.....	15,377	25,000	28,000
(b) Advances on behalf of borrowers.....	4,132	7,500	7,700
(c) From fund for later sale.....	358,420	317,800	361,500

Public enterprise funds—Continued

AGRICULTURAL CREDIT INSURANCE FUND—Continued

Program and Financing (in thousands of dollars)—Continued

Identification code 05-60-4140-0-3-351	1970 actual	1971 est.	1972 est.
Program by activities—Continued			
Capital outlay, funded—Continued			
2. Purchase of loans from lenders...	324,700	233,000	90,000
3. Collateral acquired by default...	136	60	70
4. Judgments.....	3	9	5
Total capital outlay, funded...	702,769	583,369	487,275
Operating costs, funded:			
1. Administrative expense.....	1,960	2,250	2,250
2. Premium interest paid note-holders.....	32,083	50,000	60,000
3. Interest expense on withheld collections.....	4,024	6,000	8,000
4. Interest on borrowings.....	18,045	11,500	18,250
5. Insured loan sales expense.....	750	1,750	1,500
6. Other expense.....	22	25	30
Total operating costs, funded...	56,884	71,525	90,030
Total program costs, funded...	759,653	654,894	577,305
Change in selected resources ¹	-5,925	2,782	59,500
10 Total obligations.....	753,728	657,676	636,805
Financing:			
14 Receipts and reimbursements from:			
Non-Federal sources (7 U.S.C. 1929):			
Repayments on loans.....	-139,960	-223,786	-241,756
Less: Loan repayments received on behalf of noteholders.....	130,370	212,286	228,256
Subtotal, repayment on loans held.....	-9,590	-11,500	-13,500
Repayments on advances.....	-15,160	-18,000	-21,000
Sale of loans.....	-823,193	-627,000	-538,456
Proceeds from sale of acquired property.....	-235	-300	-300
Payments on judgments.....	-1	-1	-2
Insurance premiums.....	-1,496	-1,225	-1,000
Interest revenue.....	-13,884	-3,496	-4,479
21.47 Unobligated balance available, start of year: Authority to spend public debt receipts.....		-109,831	-113,677
24.47 Unobligated balance available, end of year: Authority to spend public debt receipts.....	109,831	113,677	92,801
40 Budget authority (appropriation).....			37,192
Relation of obligations to outlays:			
71 Obligations incurred, net.....	-109,831	-3,846	58,068
Obligated balance, start of year:			
72.47 Authority to spend public debt receipts.....	135,807	127,491	157,645
72.98 Fund balance.....	11,628	25,057	3,663
Obligated balance, end of year:			
74.47 Authority to spend public debt receipts.....	-127,491	-157,645	-178,521
74.98 Fund balance.....	-25,057	-3,663	-53,293
90 Outlays.....	-114,943	-12,606	-12,438

¹ Balances of selected resources are identified on the statement of financial condition.

This fund is used to insure farm ownership, soil and water, and recreation loans to individuals, as well as association loans and Indian land acquisition loans, as authorized by subtitle A of the Consolidated Farmers Home Administration Act of 1961, as amended. The

insurance endorsement on each insured loan may include an agreement by the Government to purchase the loan after a specified initial period. The initial fund of \$1 million may be supplemented by amounts retained by the Government out of interest collected from insured loan borrowers and by borrowing from the Secretary of the Treasury. From any amounts so retained, not to exceed one-half of 1% of the outstanding principal obligations must be deposited to the fund. Any remainder of such charges may be used for administrative expenses. Loans may be made directly from the fund from available receipts or borrowings from the Treasury for the purpose of acquiring blocks of loans if there is reasonable assurance that the loans can be sold to investors without undue delay. With respect to new loans made from this fund, not more than \$100 million may be held in the fund at any one time. Interest paid the Secretary of the Treasury on borrowings is based on the current average market yield of outstanding marketable obligations of the United States having maturities comparable to the notes issued for borrowings from the Treasury for operation of the fund. Present money market interest rates are in excess of the 5% statutory rate paid by borrowers. The excess interest paid to private investors to make the loans salable is paid from Treasury borrowings.

Budget program.—Capital outlay is estimated at \$487.3 million in 1972, a decrease of \$96.1 million from 1971 and a decrease of \$215.5 million from 1970. Included in capital outlay is \$317.8 million in 1971 and \$361.5 million in 1972 for making loans from the fund which will later be sold on an insured basis. The volume of sales of loans from the fund is based on all insured loans being made by the fund for later sale in order to permit a premium yield to investors. Insured loans outstanding which are contingent liabilities against the insurance fund are expected to increase from \$1,975 million on June 30, 1970, to approximately \$2,262 million at June 30, 1971, and \$2,596 million by June 30, 1972.

Financing.—Net repayments to the Treasury in 1971 are estimated at \$34 million. Treasury borrowings are not contemplated in 1972.

Operating results and retained earnings.—Total revenue, consisting of loan insurance charges and interest income on loans held by the fund, is estimated at \$4.7 million in 1971 and \$5.5 million in 1972.

Net outstanding loans receivable of \$85.8 million are estimated at June 30, 1972. By the end of 1972, the deficit of \$209.8 million when added to the \$1 million appropriation and estimated borrowings of \$228.8 million from the Treasury represent a \$20 million Government equity.

INSURED LOAN OBLIGATIONS

[Dollars in thousands]

	1970 actual		1971 estimate		1972 estimate	
	Number	Amount	Number	Amount	Number	Amount
Individuals:						
Farmownership.....	11,273	\$256,491	10,340	\$210,000	10,130	\$210,000
Soil and water.....	855	4,048	800	4,000	200	1,000
Recreation.....	43	1,211	185	5,000	185	5,000
Associations:						
Water and sewer systems.....	511	81,751	525	86,000	1,075	189,000
Recreation facilities.....	48	4,529	40	2,000	-----	-----
Crazing.....	54	7,599	72	7,600	55	5,000
Irrigation.....	18	371	45	1,000	45	1,000
Indian land acquisition.....	-----	-----	25	5,000	50	10,000

Note.—Estimates for fiscal years 1971 and 1972 are subject to minor shifts between some categories.

Revenue and Expense (in thousands of dollars)

	1970 actual	1971 est.	1972 est.
Operating program:			
Revenue.....	15,399	4,755	5,530
Expense.....	65,192	76,760	96,624
Net operating income or loss (—).....	—49,794	—72,005	—91,094
Nonoperating income or loss (—):			
Proceeds from sale of acquired property:			
Cash sales.....	235	300	300
Exchanged for loans receivable.....	818	850	900
Total proceeds from sale of acquired property.....	1,052	1,150	1,200
Net book value of assets sold.....	1,059	1,130	1,175
Net nonoperating income or loss (—).....	—7	20	25
Net loss for the year.....	—49,801	—71,985	—91,069

Financial Condition (in thousands of dollars)

	1969 actual	1970 actual	1971 est.	1972 est.
Assets:				
Drawing account with Treasury	11,628	25,057	3,663	53,293
Accounts receivable, net.....	18,683	33,826	37,848	36,842
Loans receivable, net.....	390,262	244,471	173,400	85,828
Judgments, net.....	12	33	50	73
Acquired security or collateral.....	821	1,114	1,528	2,133
Total assets.....	421,406	304,500	216,489	178,169
Liabilities:				
Accounts payable and accrued liabilities.....	60,060	86,240	96,240	106,240
Reserve for potential losses on loans held by noteholders.....	30,214	38,444	46,417	51,974
Total liabilities.....	90,274	124,684	142,657	158,214
Government Equity:				
Obligations:				
Undisbursed loan obligations ¹	106,055	100,116	102,900	162,400
Undisbursed obligations to pay recoverable loan costs ¹	4	18	16	16
Unobligated balance.....	—	109,831	113,677	92,801
Total unexpended balance.....	106,059	209,965	216,593	255,217
Undrawn authorizations(—).....	—135,807	—237,322	—271,322	—271,322
Total funded balance.....	—29,748	—27,358	—54,729	—16,105
Invested capital and earnings.....	360,881	207,174	128,561	36,060
Total Government equity.....	331,132	179,817	73,832	19,955

¹ The "Change in selected resources" entry on the program and financing schedule relates to these items.

Analysis of Changes in Government Equity (in thousands of dollars)

	1970 actual	1971 est.	1972 est.
Interest-bearing capital:			
Start of year.....	364,310	262,795	228,795
Borrowing from Treasury, net.....	—101,515	—34,000	—
End of year.....	262,795	228,795	228,795
Non-interest-bearing capital:			
Appropriations.....	1,000	1,000	1,000
Retained earnings or deficit (—):			
Start of year.....	—34,178	—83,978	—155,963

Appropriation to meet deficits.....			37,192
Net income or loss (—) for the year.....	—49,801	—71,985	—91,069
End of year.....	—83,978	—155,963	—209,840

Note.—This statement excludes contingent liabilities for insured loans in principal amounts at June 30, 1970, \$1,974,878 thousand; 1971, \$2,261,657 thousand; 1972, \$2,595,834 thousand.

Object Classification (in thousands of dollars)

Identification code 05-60-4140-0-3-351	1970 actual	1971 est.	1972 est.
25.0 Other services.....	2,732	4,025	3,780
33.0 Investments and loans.....	696,843	586,151	546,775
43.0 Interest and dividends.....	54,152	67,500	86,250
99.0 Total obligations.....	753,728	657,676	636,805

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

Identification code 05-60-3998-0-4-352	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Miscellaneous service to other accounts.....	414	565	465
2. Agency for International Development (Funds appropriated to the President).....	491	600	600
3. Economic Opportunity Program (Funds appropriated to the President).....	—	3,500	2,500
10 Total program costs, funded—obligations.....	905	4,665	3,565
Financing:			
Receipts and reimbursements from:			
11 Federal funds.....	—897	—4,655	—3,555
14 Non-Federal sources (40 U.S.C. 481 (c)).....	—8	—10	—10

Budget authority.....

Relation of obligations to outlays:

71 Obligations incurred, net.....	—	—	—
90 Outlays.....	—	—	—

Object Classification (in thousands of dollars)

Personnel compensation:			
11.1 Permanent positions.....	723	2,358	1,736
11.3 Positions other than permanent.....	—	1,240	1,010
11.5 Other personnel compensation.....	33	41	38
Total personnel compensation.....	756	3,639	2,784
12.1 Personnel benefits: Civilian employees.....	61	306	231
21.0 Travel and transportation of persons.....	42	243	188
22.0 Transportation of things.....	10	24	16
23.0 Rent, communications, and utilities.....	22	127	79
24.0 Printing and reproduction.....	2	15	20
25.0 Other services.....	8	293	235
26.0 Supplies and materials.....	1	12	7
31.0 Equipment.....	3	6	5
99.0 Total obligations.....	905	4,665	3,565

Personnel Summary

Total number of permanent positions.....	52	206	139
Full-time equivalent of other positions.....	—	175	143
Average number of all employees.....	46	378	279
Average GS grade.....	7.4	7.4	7.4
Average GS salary.....	\$9,747	\$9,843	\$9,935

Intragovernmental funds—Continued**Trust Funds****MISCELLANEOUS CONTRIBUTED FUNDS****Program and Financing (in thousands of dollars)**

Identification code	05-60-8200-0-7-352	1970 actual	1971 est.	1972 est.
Program by activities:				
10	Miscellaneous contributed funds (costs—obligations) (object class 25.0).....	-----	500	1,200
Financing:				
60	Budget authority (appropriation).....	-----	500	1,200
Relation of obligations to outlays:				
71	Obligations incurred, net.....	-----	500	1,200
90	Outlays.....	-----	500	1,200

These funds are received from borrowers for credit reports (42 U.S.C. 1472a).

STATE RURAL REHABILITATION FUNDS**Program and Financing (in thousands of dollars)**

Identification code	05-60-8488-0-8-352	1970 actual	1971 est.	1972 est.
Program by activities:				
Capital outlay, funded:				
	Loans acquired.....	9	1,000	500
	Judgments and collateral acquired.....	3	1	1
	Current assets transferred to States.....	1,841	1,550	520
	Total capital outlay, funded.....	1,854	2,551	1,021
Total operating costs, funded: Administrative expense.....				
		245	250	250
	Total program costs, funded.....	2,099	2,801	1,271
	Change in selected resources ¹	-9	-----	-----
10	Total obligations.....	2,090	2,801	1,271
Financing:				
14	Receipts and reimbursements from: Non-Federal sources:			
	Repayments on loans.....	-1,704	-1,467	-1,050
	Collections on judgments.....	-3	-2	-2
	Sale of acquired property.....	-9	-----	-----
	Interest revenue.....	-1,189	-490	-427
21	Unobligated balance available, start of year:			
	Treasury balance.....	-1,581	-1,650	-1,728
	U.S. securities (par).....	-173	-920	-----
24	Unobligated balance available, end of year:			
	Treasury balance.....	1,650	1,728	1,936
	U.S. securities (par).....	920	-----	-----
	Budget authority.....	-----	-----	-----
Relation of obligations to outlays:				
71	Obligations incurred, net.....	-815	842	-208
72	Receivables in excess of obligations, start of year.....	-545	-392	-390
74	Receivables in excess of obligations, end of year.....	392	390	420
90	Outlays.....	-968	840	-178

¹ Balances of selected resources are identified on the statement of financial condition.

These funds are administered by the Farmers Home Administration, under agreements with 35 individual States, for use in carrying out subtitles A and B of the

Consolidated Farmers Home Administration Act of 1961. In these States, real-estate type loans are purchased with these funds and insured under the Agricultural Credit Insurance Fund. The entire assets of seven State corporations are being administered by the Farmers Home Administration. A partial return of cash or other assets, at face value, has been made to 28 of these States for rural rehabilitation purposes agreed upon between each corporation and the Federal Government. The entire assets of seven other State rural rehabilitation corporations have been returned to those States. The face value of returned corporation assets totals \$30.6 million.

Revenue and Expense (in thousands of dollars)

	1970 actual	1971 est.	1972 est.
Operating program:			
Revenue.....	1,222	559	481
Expense.....	246	341	327
Net operating income or loss.....	976	218	154
Nonoperating income or loss:			
Proceeds from sale of acquired property:			
Cash sales.....	9	-----	-----
Net book value of assets sold.....	-9	-----	-----
Net nonoperating income or loss.....	-----	-----	-----
Net income for the year.....	976	218	154

Financial Condition (in thousands of dollars)

	1969 actual	1970 actual	1971 est.	1972 est.
Assets:				
Drawing account with Treasury	1,036	1,258	1,338	1,516
U.S. securities (par).....	173	920	-----	-----
Accounts receivable, net.....	688	392	390	420
Loans receivable, net.....	24,005	11,453	4,828	3,718
Land and improvements acquired.....	25	18	18	18
Judgments, net.....	13	11	9	8
Total assets.....	25,941	14,052	6,583	5,680
Liabilities:				
Accrued liabilities.....	134	-----	-----	-----
Equity of States:				
Obligations: Undisbursed loan obligations ¹				
	9	-----	-----	-----
Unobligated balance.....	1,754	2,570	1,728	1,936
Total funded balance.....	1,763	2,570	1,728	1,936
Invested capital and earnings.....	24,044	11,482	4,855	3,744
Total equity of States.....	25,807	14,052	6,583	5,680

¹ The "Change in selected resources" entry on the program and financing schedule relates to this item.

Analysis of Change in Equity of States (in thousands of dollars)

	1970 actual	1971 est.	1972 est.
Non-interest-bearing capital:			
Start of year.....	21,534	8,803	1,116
Assets transferred under trust agreement during year, net:			
Current assets.....	-1,841	-1,550	-520
Other.....	-10,890	-6,137	-537
End of year.....	8,803	1,116	59
Retained earnings:			
Start of year.....	4,273	5,249	5,467
Net income for the year.....	976	218	154
End of year.....	5,249	5,467	5,621

Object Classification (in thousands of dollars)			
25.0	Other services.....	245	250
33.0	Investments and loans.....	3	1,001
44.0	Refunds.....	1,841	1,550
99.0	Total obligations.....	2,090	2,801
			1,271

RURAL COMMUNITY DEVELOPMENT SERVICE*Federal Funds***General and special funds:****SALARIES AND EXPENSES****Program and Financing (in thousands of dollars)**

Identification code 05-64-0800-0-1-355			
	1970 actual	1971 est.	1972 est.
Program by activities:			
	Program coordination and direction (program costs, funded).....	379	18
	Change in selected resources ¹	19	-18
10	Total obligations.....	398	
Financing:			
25	Unobligated balance lapsing.....	52	
40	Budget authority (appropriation)....	450	
Relation of obligations to outlays:			
71	Obligations incurred, net.....	398	
72	Obligated balance, start of year.....	24	31
74	Obligated balance, end of year.....	-31	
77	Adjustments in expired accounts.....	-7	
90	Outlays.....	385	31

¹Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$6 thousand (1970 adjustments, -\$7 thousand); 1970, \$18 thousand; 1971, \$0; 1972, \$0.

The Service provided general staff assistance to the assistant secretary in carrying out responsibilities of the Department of Agriculture in the areas of rural development. This activity is now funded under the title "Salaries and expenses, General Administration" account below.

Object Classification (in thousands of dollars)

Identification code 05-64-0800-0-1-355			
	1970 actual	1971 est.	1972 est.
RURAL COMMUNITY DEVELOPMENT SERVICE			
Personnel compensation:			
11.1	Permanent positions.....	189	
11.3	Positions other than permanent.....	1	
11.5	Other personnel compensation.....	1	
	Total personnel compensation.....	191	
12.1	Personnel benefits: Civilian employees.....	14	
21.0	Travel and transportation of persons.....	5	
23.0	Rent, communications, and utilities.....	4	
24.0	Printing and reproduction.....	3	
25.0	Other services.....	3	
26.0	Supplies and materials.....	2	
	Total obligations, Rural Community Development Service....	223	
ALLOTMENT ACCOUNTS			
11.1	Personnel compensation: Permanent positions.....	133	

12.1	Personnel benefits: Civilian employees.....	11	
21.0	Travel and transportation of persons.....	7	
23.0	Rent, communications, and utilities.....	1	
24.0	Printing and reproduction.....	3	
25.0	Other services.....	17	
26.0	Supplies and materials.....	2	
31.0	Equipment.....	2	
	Total obligations, allotment accounts.....	175	
99.0	Total obligations.....	398	

Obligations are distributed as follows:

Rural Community Development Service.....	223	
Extension Service.....	59	
Farmer Cooperative Service.....	8	
Soil Conservation Service.....	13	
Rural Electrification Administration.....	18	
Farmers Home Administration.....	31	
General Administration.....	40	
Forest Service.....	6	

Personnel Summary**RURAL COMMUNITY DEVELOPMENT SERVICE**

Total number of permanent positions.....	20	
Average number of all employees.....	12	
Average GS grade.....	10.4	
Average GS salary.....	\$14,236	

ALLOTMENT ACCOUNTS

Total number of permanent positions.....	17	
Average number of all employees.....	6	
Average GS grade.....	11.1	
Average GS salary.....	\$18,530	

Intragovernmental funds:**ADVANCES AND REIMBURSEMENTS****Program and Financing (in thousands of dollars)**

Identification code 05-64-3995-0-4-355			
	1970 actual	1971 est.	1972 est.
Program by activities:			
10	Economic development program (Commerce) (costs—obligations).....	7	
Financing:			
11	Receipts and reimbursements from:		
	Federal funds.....	-7	
	Budget authority.....		
Relation of obligations to outlays:			
71	Obligations incurred, net.....		
90	Outlays.....		

Object Classification (in thousands of dollars)

11.1	Personnel compensation: Permanent positions.....	6	
12.1	Personnel benefits: Civilian employees.....	1	
99.0	Total obligations.....	7	

Personnel Summary

Total number of permanent positions.....	1	
Average GS grade.....	10.4	
Average GS salary.....	\$14,236	

Intragovernmental funds—Continued

ADVANCES AND REIMBURSEMENTS, AGRICULTURE

Program and Financing (in thousands of dollars)

Identification code 05-64-3900-0-4-355	1970 actual	1971 est.	1972 est.
Relation of obligations to outlays:			
71 Obligations incurred, net.....	-----	-----	-----
72 Obligated balance, start of year.....	10	-----	-----
77 Adjustments in expired accounts.....	-3	-----	-----
90 Outlays.....	6	-----	-----

The preceding schedule reflects expenditures from the Consolidated Working Fund, Department of Agriculture. Advances were received from the Department of Commerce, Economic Development Administration (formerly the Area Redevelopment Administration) for operations carried out, as well as special technical assistance projects. Funds were received into this account as an administrative convenience and were allotted to the individual agencies of the Department of Agriculture, which carried out the program. The 1970 outlay will close this account.

OFFICE OF THE INSPECTOR GENERAL

Federal Funds

General and special funds:

SALARIES AND EXPENSES

For necessary expenses of the Office of the Inspector General, including employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$10,000 for employment under 5 U.S.C. 3109, **[\$12,412,000]** \$13,581,000, and in addition, **[\$3,434,000]** \$3,602,000 shall be derived by transfer from the appropriation, "Food Stamp Program" and merged with this appropriation. (7 U.S.C. 450b, 2201, 2202, 2220; *Department of Agriculture and Related Agencies Appropriation Act, 1971*.)

Program and Financing (in thousands of dollars)

Identification code 05-68-0900-0-1-355	1970 actual	1971 est.	1972 est.
Program by activities:			
Internal audit and investigations (program costs, funded) ¹	15,493	17,273	17,866
Change in selected resources ²	30	-----	-----
10 Total obligations.....	15,523	17,273	17,866
Financing:			
Receipts and reimbursements from:			
11 Federal funds.....	-345	-427	-421
13 Trust funds.....	-139	-171	-262
25 Unobligated balance lapsing.....	29	-----	-----
Budget authority.....	15,069	16,675	17,183
Budget authority:			
40 Appropriation.....	14,679	12,412	13,581
41 Transferred to other accounts.....	-----	-11	-----
42 Transferred from other accounts.....	390	3,602	3,602
43 Appropriation (adjusted).....	15,069	16,003	17,183
44.20 Proposed supplemental for civilian pay act increases.....	-----	672	-----
Relation of obligations to outlays:			
71 Obligations incurred, net.....	15,040	16,675	17,183
72 Obligated balance, start of year.....	342	600	669
74 Obligated balance, end of year.....	-600	-669	-747
77 Adjustments in expired accounts.....	-12	-----	-----

90 Outlays, excluding pay increase supplemental.....	14,769	15,977	17,062
91.20 Outlays from civilian pay act supplemental.....	-----	629	43

¹ Includes capital outlay as follows: 1970, \$4 thousand; 1971, \$7 thousand; 1972, \$8 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$32 thousand (1970 adjustments, -\$12 thousand); 1970, \$50 thousand; 1971, \$50 thousand; 1972, \$50 thousand.

Note.—Excludes \$19 thousand in 1972 and \$11 thousand in 1971 for activities transferred to "Operations, research, and facilities," Environmental Protection Agency.

The Office serves as the audit and investigative arm of the Secretary. It performs all audit and investigative activities of the Department. The Office assures the Secretary of completely independent and objective selection of departmental activities for audit; critical reviews and examination of the Department's programs and activities; and factual, unbiased reporting of the results of these audits and investigations. This assures that existing laws, policies, and Department regulations are complied with, that Department programs are effectively managed, and that corrective action is taken where necessary.

The Office also coordinates internal audit and investigative activities of the Department with other investigative agencies of the executive and legislative branches of the Government.

The recommended increase is for audit and investigation service, primarily in county offices of FHA, and for the child nutrition programs.

Object Classification (in thousands of dollars)

Identification code 05-68-0900-0-1-355	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions.....	11,191	12,459	12,839
11.3 Positions other than permanent.....	70	72	72
11.5 Other personnel compensation.....	14	16	16
Total personnel compensation.....	11,275	12,547	12,927
12.1 Personnel benefits: Civilian employees.....	960	1,066	1,098
21.0 Travel and transportation of persons.....	2,572	2,840	2,993
22.0 Transportation of things.....	57	60	67
23.0 Rent, communications, and utilities.....	236	240	247
24.0 Printing and reproduction.....	52	55	57
25.0 Other services.....	291	360	370
26.0 Supplies and materials.....	53	55	57
31.0 Equipment.....	27	50	50
99.0 Total obligations.....	15,523	17,273	17,866

Personnel Summary

Total number of permanent positions.....	953	1,005	1,040
Full-time equivalent of other positions.....	12	14	14
Average number of all employees.....	873	931	963
Average GS grade.....	10.1	10.2	10.1
Average GS salary.....	\$13,733	\$13,962	\$13,805

PACKERS AND STOCKYARDS ADMINISTRATION

Federal Funds

General and special funds:

SALARIES AND EXPENSES

For expenses necessary for administration of the Packers and Stockyards Act, as authorized by law, including field employment pursuant to section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$5,000 for employment under 5 U.S.C. 3109, **[\$3,588,650]** \$3,765,650. (7 U.S.C. 181-229; *Department of Agriculture and Related Agencies Appropriation Act, 1971*.)

Program and Financing (in thousands of dollars)

Identification code 05-70-2600-0-1-355	1970 actual	1971 est.	1972 est.
Program by activities:			
Administration of the Packers and Stockyards Act (program costs, funded) ¹	3,410	3,766	3,766
Change in selected resources ²	51	-----	-----
10 Total obligations.....	3,461	3,766	3,766
Financing:			
25 Unobligated balance lapsing.....	48	-----	-----
Budget authority.....	3,509	3,766	3,766
Budget authority:			
40 Appropriation.....	3,509	3,589	3,766
41 Transferred to other accounts.....	-----	-1	-----
43 Appropriation (adjusted).....	3,509	3,588	3,766
44.20 Proposed supplemental for civilian pay act increases.....	-----	178	-----
Relation of obligations to outlays:			
71 Obligations incurred, net.....	3,461	3,766	3,766
72 Obligated balance, start of year.....	191	296	392
74 Obligated balance, end of year.....	-296	-392	-488
77 Adjustments in expired accounts.....	-9	-----	-----
90 Outlays, excluding pay increase supplemental.....	3,346	3,501	3,661
91.20 Outlays from civilian pay act supplemental.....	-----	169	9

¹Includes capital outlay as follows: 1970, \$63 thousand; 1971, \$30 thousand; 1972, \$12 thousand.

²Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$35 thousand (1970 adjustments, -\$9 thousand); 1970, \$77 thousand; 1971, \$77 thousand; 1972, \$77 thousand.

The program is aimed at assuring fairplay in the marketing of livestock, meat, and poultry. Its principal purpose is to maintain effective competition for livestock, meats, and poultry, so as to bring to farmers and ranchers the true market value of their livestock and poultry. Members of the livestock, poultry, and meat industries are also protected against unfair business practices in the marketing of meats and poultry, and from restrictions on competition which could unduly increase meat and poultry prices.

No increase is requested for fiscal year 1972.

The volume of work performed is indicated by the following examples:

	1970 actual	1971 estimate	1972 estimate
Number of complaints received.....	6,209	6,400	6,400
Number of investigations and audits.....	7,715	8,000	8,000
Formal proceedings disposed of.....	240	245	245

Object Classification (in thousands of dollars)

Identification code 05-70-2600-0-1-355	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions.....	2,511	2,819	2,847
11.3 Positions other than permanent.....	14	25	25
Total personnel compensation.....	2,525	2,844	2,872
12.1 Personnel benefits: Civilian employees.....	216	228	230
21.0 Travel and transportation of persons.....	327	384	360
22.0 Transportation of things.....	12	12	10
23.0 Rent, communications, and utilities.....	139	140	137
24.0 Printing and reproduction.....	58	50	49
25.0 Other services.....	72	68	63
26.0 Supplies and materials.....	28	25	25
31.0 Equipment.....	84	15	20
99.0 Total obligations.....	3,461	3,766	3,766

Personnel Summary

Total number of permanent positions.....	217	240	240
Full-time equivalent of other positions.....	4	4	4
Average number of all employees.....	193	212	215
Average GS grade.....	9.7	9.5	9.5
Average GS salary.....	\$13,194	\$12,941	\$13,069

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

Identification code 05-70-3900-0-4-355	1970 actual	1971 est.	1972 est.
Program by activities:			
10 Miscellaneous services to other accounts (costs—obligations) (object class 11.1).....	-----	3	3
Financing:			
11 Receipts and reimbursements from: Federal funds.....	-----	-3	-3
Budget authority.....	-----	-----	-----
Relation of obligations to outlays:			
71 Obligations incurred, net.....	-----	-----	-----
90 Outlays.....	-----	-----	-----

Personnel Summary

Average GS grade.....	9.7	9.5	9.5
Average GS salary.....	\$13,194	\$12,941	\$13,069

OFFICE OF THE GENERAL COUNSEL

Federal Funds

General and special funds:

SALARIES AND EXPENSES

For necessary expenses, including payment of fees or dues for the use of law libraries by attorneys in the field service, [\$5,657,000] \$6,157,000. (7 U.S.C. 2201, 2202, 2214a; Department of Agriculture and Related Agencies Appropriation Act, 1971.)

Program and Financing (in thousands of dollars)

Identification code 05-72-2300-0-1-355	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Commodity and production stabilization.....	1,373	1,484	1,534
2. Marketing, regulatory laws, research and operations.....	1,607	1,909	1,959
3. Rural development and conservation.....	2,608	2,572	2,664
Total program costs, funded ¹	5,587	5,965	6,157
Change in selected resources ²	9	-----	-----
10 Total obligations.....	5,596	5,965	6,157
Financing:			
25 Unobligated balance lapsing.....	60	-----	-----
Budget authority.....	5,656	5,965	6,157
Budget authority:			
40 Appropriation.....	5,656	5,657	6,157
41 Transferred to other accounts.....	-----	-14	-----
43 Appropriation (adjusted).....	5,656	5,643	6,157
44.20 Proposed supplemental for civilian pay act increases.....	-----	322	-----

General and special funds—Continued

SALARIES AND EXPENSES—Continued

Program and Financing (in thousands of dollars)—Continued

Identification code 05-72-2300-0-1-355	1970 actual	1971 est.	1972 est.
Relation of obligations to outlays:			
71 Obligations incurred, net.....	5,596	5,965	6,157
72 Obligated balance, start of year.....	221	224	274
74 Obligated balance, end of year.....	-224	-274	-324
77 Adjustments in expired accounts.....	-3	-----	-----
90 Outlays, excluding pay increase supplemental.....	5,590	5,605	6,095
91.20 Outlays, from civilian pay act supplemental.....	-----	310	12

¹ Includes capital outlay as follows: 1970, \$20 thousand; 1971, \$23 thousand; 1972, \$23 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$23 thousand (1970 adjustments, -\$3 thousand); 1970, \$29 thousand; 1971, \$29 thousand; 1972, \$29 thousand.

Note.—Excludes \$18 thousand in 1972 and \$10 thousand in 1971 for activities transferred to Operations, research, and facilities, Environmental Protection Agency.

The Office serves as legal counsel for the Secretary of Agriculture and performs all legal work for the Department. It represents the Department in administrative proceedings for the promulgation of rules and regulations having the force and effect of law and in quasi-judicial hearings held in connection with the administration of Department programs. The Office also represents the Secretary in proceedings before the Interstate Commerce Commission dealing with rates and practices relating to the transportation of agricultural commodities and in appeals to the courts from the decisions of the Commission. It examines titles to lands to be acquired by the Department or accepted as security for loans, and disposes of claims arising out of the Department activities.

Object Classification (in thousands of dollars)

Identification code 05-72-2300-0-1-355	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions.....	4,876	5,202	5,361
11.3 Positions other than permanent.....	34	35	35
Total personnel compensation.....	4,910	5,237	5,396
12.1 Personnel benefits: Civilian employees.....	375	419	448
21.0 Travel and transportation of persons.....	93	90	92
22.0 Transportation of things.....	-----	1	1
23.0 Rent, communications, and utilities.....	85	81	81
24.0 Printing and reproduction.....	7	9	10
25.0 Other services.....	38	38	38
26.0 Supplies and materials.....	22	24	25
31.0 Equipment.....	66	66	66
99.0 Total obligations.....	5,596	5,965	6,157

Personnel Summary

Total number of permanent positions.....	380	380	398
Full-time equivalent of other positions.....	5	5	5
Average number of all employees.....	348	373	391
Average GS grade.....	9.9	9.9	9.8
Average GS salary.....	\$13,995	\$14,255	\$14,183

ALLOTMENTS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allotments from other accounts are included in the schedule of the parent appropriations as follows:
Agricultural Stabilization and Conservation Service, "Expenses."
Farmers Home Administration, "Emergency credit revolving fund."

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

Identification code 05-72-3990-0-4-355	1970 actual	1971 est.	1972 est.
Program by activities:			
10 Rural development and conservation (costs—obligations).....	179	174	174
Financing:			
11 Receipts and reimbursements from: Federal funds.....	-179	-174	-174
Budget authority.....	-----	-----	-----

Relation of obligations to outlays:

71 Obligations incurred, net.....	-----	-----	-----
90 Outlays.....	-----	-----	-----

Object Classification (in thousands of dollars)

11.1 Personnel compensation: Permanent positions.....	148	145	145
12.1 Personnel benefits: Civilian employees.....	11	12	12
21.0 Travel and transportation of persons.....	5	7	7
23.0 Rent, communications, and utilities.....	5	6	6
25.0 Other services.....	9	1	1
26.0 Supplies and materials.....	-----	1	1
31.0 Equipment.....	1	2	2
99.0 Total obligations.....	179	174	174

Personnel Summary

Total number of permanent positions.....	13	13	13
Average number of all employees.....	9	9	9
Average GS grade.....	9.9	9.9	9.8
Average GS salary.....	\$13,995	\$14,255	\$14,183

OFFICE OF INFORMATION

Federal Funds

General and special funds:

SALARIES AND EXPENSES

For necessary expenses of the Office of Information for the dissemination of agricultural information and the coordination of informational work and programs authorized by Congress in the Department, [\$2,256,000] \$2,278,000, of which total appropriation not to exceed \$612,000 may be used for farmers' bulletins, which shall be adapted to the interests of the people of the different sections of the country, an equal proportion of four-fifths of which shall be available to be delivered to or sent out under the addressed franks furnished by the Senators, Representatives, and Delegates in Congress, as they shall direct (7 U.S.C. 417), and not less than two hundred and thirty-two thousand two hundred and fifty copies for the use of the Senate and House of Representatives of part 2 of the annual report of the Secretary (known as the Yearbook of Agriculture) as authorized by section 73 of the Act of January 12, 1895 (44 U.S.C. 241): *Provided*, That in the preparation of motion pictures or exhibits by the Department, this appropriation shall be available for employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$10,000 shall be available for employment under 5 U.S.C. 3109. (7 U.S.C. 2201, 2202; Department of Agriculture and Related Agencies Appropriation Act, 1971.)

Program and Financing (in thousands of dollars)

Identification code 05-76-0200-0-1-355		1970 actual	1971 est.	1972 est.
Program by activities:				
1. Publications review and distribution.....		918	930	900
2. Review and distribution of current agricultural information.....		920	965	965
3. Review, preparation, and distribution of visual agricultural information.....		383	413	413
Total program costs, funded ¹		2,221	2,308	2,278
Change in selected resources ²		61	-----	-----
10 Total obligations.....		2,283	2,308	2,278
Financing:				
25 Unobligated balance lapsing.....		14	-----	-----
Budget authority.....		2,297	2,308	2,278
Budget authority:				
40 Appropriation.....		2,256	2,256	2,278
42 Transferred from other accounts.....		41	-----	-----
43 Appropriation (adjusted).....		2,297	2,256	2,278
44.20 Proposed supplemental for civilian pay act increases.....		-----	52	-----
Relation of obligations to outlays:				
71 Obligations incurred, net.....		2,283	2,308	2,278
72 Obligated balance, start of year.....		741	558	450
74 Obligated balance, end of year.....		-558	-450	-342
77 Adjustments in expired accounts.....		-12	-----	-----
90 Outlays, excluding pay increase supplemental.....		2,454	2,372	2,378
91.20 Outlays from civilian pay act supplemental.....		-----	44	8

¹ Includes capital outlay as follows: 1970, \$3 thousand; 1971, \$3 thousand; 1972, \$3 thousand.

² Selected resources as of June 30 are as follows:

	1969	1970 adjust- ments	1970	1971	1972
Stores.....	254	---	239	239	239
Unpaid undelivered orders.....	295	-11	360	360	360
Total selected resources	549	-11	599	599	599

The Office has responsibility for the information work of the entire Department. Its major objective is to report to farmers, agricultural, and closely related groups, and to the public the Department's research, action, regulatory, and other programs, using all information media. This work is carried on in close cooperation with the land-grant institutions and with private industries which serve agriculture. Workload depends upon Department program demands, direct requests, and legislative requirements.

1. *Publications review and distribution.*—The Department's printed publications are reviewed, published, and distributed. Processed publications are reviewed. Publications include farmers' bulletins, leaflets, periodicals, scientific, research, and marketing publications, and agricultural statistics.

2. *Review and distribution of current agricultural information.*—The Department's widespread activities require extensive preparation of information material for press, radio, and television use, as well as for specific agricultural outlets and the general public. Periodic crop, price, and market reports and press releases are issued. Digests, newsletters, special articles, and other editorial services are made available to press associations, farm and general publications, trade publications, daily newspapers, and encyclopedic annuals. Radio is used to reach farmers locally through single stations, and to

broadcast nationally through the major networks. Films, television packages, and other services are prepared for the use of land-grant institutions, television farm broadcasters, and TV networks. Information campaigns involving activities of cross-agency interest are developed using all media. The Yearbook of Agriculture is published by the Office and distributed by the Members of Congress.

3. *Review, preparation, and distribution of visual agricultural information.*—Motion pictures for the Department and nonprofit organizations associated with agriculture, produced on a reimbursable basis under the Department's working capital fund, are distributed through cooperating State film libraries. Still photographs, illustrations, graphics, and exhibits are similarly produced for use in explaining and reporting on Department programs. News and general-type photographs of Department programs and activities are available to news media from a centralized library.

Object Classification (in thousands of dollars)

Identification code 05-76-0200-0-1-355		1970 actual	1971 est.	1972 est.
Personnel compensation:				
11.1 Permanent positions.....		1,280	1,351	1,341
11.3 Positions other than permanent.....		8	9	9
Total personnel compensation.....		1,288	1,360	1,350
12.1 Personnel benefits: Civilian employees.....		103	109	108
21.0 Travel and transportation of persons.....		9	11	11
22.0 Transportation of things.....		4	4	4
23.0 Rent, communications, and utilities.....		154	159	159
24.0 Printing and reproduction.....		641	575	559
25.0 Other services.....		56	59	59
26.0 Supplies and materials.....		18	21	21
31.0 Equipment.....		10	10	7
99.0 Total obligations.....		2,283	2,308	2,278

Personnel Summary

Total number of permanent positions.....	126	126	126
Full-time equivalent of other positions.....	1	1	1
Average number of all employees.....	113	113	113
Average GS grade.....	8.6	8.6	8.7
Average GS salary.....	\$10,698	\$11,060	\$11,065
Average salary of ungraded positions.....	\$6,931	\$7,875	\$7,875

ALLOTMENTS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allotments from other accounts are included in the schedule of the parent appropriation, as follows:

Agricultural Research Service, "Salaries and expenses."
Soil Conservation Service, "Great Plains conservation program."
General Administration, "Working capital fund."

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

Identification code 05-76-3996-0-4-355		1970 actual	1971 est.	1972 est.
Program by activities:				
1. Publications review and distribution.....		12	20	20
2. Review, preparation, and distribution of visual agricultural information.....		70	65	65
3. Agency for International Development (Funds appropriated to the President).....		1	2	2
10 Total program costs, funded—obligations.....		83	87	87

Intragovernmental funds—Continued

ADVANCES AND REIMBURSEMENTS—Continued

Program and Financing (in thousands of dollars)—Continued

Identification code 05-76-3996-0-4-355	1970 actual	1971 est.	1972 est.
Financing:			
Receipts and reimbursements from:			
11 Federal funds.....	-13	-22	-22
14 Non-Federal sources ¹	-70	-65	-65
Budget authority			
Relation of obligations to outlays:			
71 Obligations incurred, net.....			
90 Outlays.....			

¹ Reimbursements from non-Federal sources are derived from sale of photographs (7 U.S.C. 1387).

Object Classification (in thousands of dollars)

Identification code 05-76-3996-0-4-355	1970 actual	1971 est.	1972 est.
11.1 Personnel compensation: Permanent positions.....	16	21	21
12.1 Personnel benefits: Civilian employees.....	2	2	2
23.0 Rent, communications, and utilities.....	1	1	1
24.0 Printing and reproduction.....	60	60	60
25.0 Other services.....	2	1	1
26.0 Supplies and materials.....	1	1	1
31.0 Equipment.....	1	1	1
99.0 Total obligations.....	83	87	87

Personnel Summary

Total number of permanent positions.....	2	2	2
Average number of all employees.....	1	2	2
Average GS grade.....	8.6	8.6	8.7
Average GS salary.....	\$10,698	\$11,060	\$11,065

Trust Funds

MISCELLANEOUS CONTRIBUTED FUNDS

Program and Financing (in thousands of dollars)

Identification code 05-76-8200-0-7-355	1970 actual	1971 est.	1972 est.
Program by activities:			
10 Miscellaneous contributed funds (costs—obligations) (object class 25.0).....		5	5
Financing:			
21 Unobligated balance available, start of year.....		-4	
24 Unobligated balance available, end of year.....	4		
60 Budget authority (appropriation)	4	1	5
Relation of obligations to outlays:			
71 Obligations incurred, net.....		5	5
90 Outlays.....		5	5

Miscellaneous funds received from States, local organizations, individuals, and others are available for work under cooperative agreements (7 U.S.C. 450b, 450h).

NATIONAL AGRICULTURAL LIBRARY

Federal Funds

General and special funds:

SALARIES AND EXPENSES

For necessary expenses of the National Agricultural Library, **[\$3,764,750] \$3,894,750: Provided,** That this appropriation shall be available for employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$35,000 shall be available for employment under 5 U.S.C. 3109: *Provided further,* That not to exceed \$100,000 shall be available pursuant to 7 U.S.C. 2250 for the alteration and repair of buildings and improvements. (6 U.S.C. 594b; 7 U.S.C. 450b, 450i, 2201, 2202, 2204, 2206, 2244; Department of Agriculture and Related Agencies Appropriation Act, 1971.)

Program and Financing (in thousands of dollars)

Identification code 05-84-0300-0-1-355	1970 actual	1971 est.	1972 est.
Program by activities:			
Agricultural library services for research and education (program costs, funded) ¹	3,540	3,895	3,895
Change in selected resources ²	-121		
10 Total obligations.....	3,419	3,895	3,895
Financing:			
25 Unobligated balance lapsing.....	28		
Budget authority	3,447	3,895	3,895
Budget authority:			
40 Appropriation.....	3,402	3,765	3,895
42 Transferred from other accounts.....	45		
43 Appropriation (adjusted).....	3,447	3,765	3,895
44.20 Proposed supplemental for civilian pay act increases.....		130	
Relation of obligations to outlays:			
71 Obligations incurred, net.....	3,419	3,895	3,895
72 Obligated balance, start of year.....	1,064	784	504
74 Obligated balance, end of year.....	-784	-504	-499
77 Adjustments in expired accounts.....	-34		
90 Outlays, excluding pay increase supplemental.....	3,664	4,051	3,894
91.20 Outlays from civilian pay act supplemental.....		124	6

¹ Includes capital outlay as follows: 1970, \$45 thousand; 1971, \$109 thousand; 1972, \$7 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$569 thousand (1970 adjustments, -\$34 thousand); 1970, \$414 thousand; 1971, \$414 thousand; 1972, \$414 thousand.

The National Agricultural Library, cooperating jointly with the two other national libraries—the Library of Congress and the National Library of Medicine—provides coverage and servicing of worldwide publications in the agricultural, chemical, and biological sciences. It serves the research, extension, regulatory, and other programs of the Department and State agricultural agencies. Since the Library's primary purpose is to provide for research needs, it has acquired and preserved what is considered to be the most exhaustive body of literature available on all phases of agriculture and the allied sciences—botany, chemistry, animal industry, veterinary medicine, biology, agricultural engineering, rural sociology, forestry, entomology, food and nutrition, soils and fertilizers, and the marketing, transportation, and other economic aspects of agricultural products. Publications are

currently acquired from more than 150 governments and jurisdictional entities in some 50 different languages. In addition, printed information of agricultural societies, organizations and cooperatives, and general material in the field of agriculture are collected and made available for use.

Information contained in the agricultural literature is disseminated through bibliographies, reference services, loans and photocopies to agricultural colleges and universities, research institutions, Government agencies, agricultural associations, industry, individual scientists, farmers, and the general public in every part of the world.

During 1970, 194,477 separate issues of periodicals were added to the collection by purchase and exchange. During the same period 149,480 loans of books and periodicals were made and 164,715 reference questions answered.

Object Classification (in thousands of dollars)

Identification code 05-84-0300-0-1-355	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions.....	1,749	1,935	1,960
11.3 Positions other than permanent.....	87	92	92
11.5 Other personnel compensation.....	6	6	6
Total personnel compensation.....	1,842	2,033	2,058
12.1 Personnel benefits: Civilian employees.....	141	167	173
21.0 Travel and transportation of persons.....	16	20	20
22.0 Transportation of things.....	4	4	4
23.0 Rent, communications, and utilities.....	150	165	165
24.0 Printing and reproduction.....	66	95	95
Binding.....	85	66	66
25.0 Other services.....	716	795	764
26.0 Supplies and materials.....	41	40	40
31.0 Equipment.....	358	410	410
41.0 Grants, subsidies, and contributions.....	-----	100	100
99.0 Total obligations.....	3,419	3,895	3,895

Personnel Summary

Total number of permanent positions.....	196	196	196
Full-time equivalent of other positions.....	12	13	13
Average number of all employees.....	183	197	197
Average GS grade.....	7.5	7.8	7.8
Average GS salary.....	\$10,193	\$10,750	\$10,853

LIBRARY FACILITIES

Program and Financing (in thousands of dollars)

Identification code 05-84-0301-0-1-355	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Plans and specifications.....	23	17	-----
2. Construction of facilities.....	199	246	-----
Total program costs, funded.....	223	263	-----
Change in selected resources ¹	-85	-80	-----
10 Total obligations.....	138	183	-----
Financing:			
21 Unobligated balance, start of year.....	-321	-183	-----
24 Unobligated balance, end of year.....	183	-----	-----
Budget authority.....	-----	-----	-----
Relation of obligations to outlays:			
71 Total obligations incurred, net.....	138	183	-----
72 Obligated balance, start of year.....	293	192	-----
74 Obligated balance, end of year.....	-192	-----	-----
90 Outlays.....	239	375	-----

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$164 thousand; 1970, \$79 thousand; 1971, \$0; 1972, \$0.

Funds for the preparation of plans, specifications, and drawings for new facilities were appropriated in 1964.

Funds were appropriated in fiscal year 1966 for construction of the new Library at Beltsville, Md. The construction contract was awarded in November 1966. The cornerstone of the building was laid on September 28, 1967. During fiscal year 1969 the building was accepted by GSA as "substantially completed" and the Library staff and collection were transferred to the new building between May 15 and June 15, 1969. Final settlement has not been made because certain corrections are still pending.

Object Classification (in thousands of dollars)

Identification code 05-84-0301-0-1-355	1970 actual	1971 est.	1972 est.
NATIONAL AGRICULTURAL LIBRARY			
25.0 Other services.....	13	4	-----
31.0 Equipment.....	10	-----	-----
32.0 Lands and structures.....	-----	22	-----
Total obligations, National Agricultural Library.....	23	26	-----
ALLOCATION TO GENERAL SERVICES ADMINISTRATION			
25.0 Other services.....	10	-----	-----
31.0 Equipment.....	15	-----	-----
32.0 Lands and structures.....	90	157	-----
Total obligations, General Services Administration.....	115	157	-----
99.0 Total obligations.....	138	183	-----

ALLOCATIONS AND ALLOTMENTS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allocations and allotments from other accounts are included in the schedules of the parent appropriations as follows:

Agriculture:
"Working capital fund."

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

Identification code 05-84-3989-0-4-355	1970 actual	1971 est.	1972 est.
Program by activities:			
10 Agricultural library services (includes Department of Agriculture and Farm Credit Administration) (program costs, funded—obligations).....	28	23	23
Financing:			
11 Receipts and reimbursements from:			
Federal funds.....	-28	-23	-23
Budget authority.....	-----	-----	-----
Relation of obligations to outlays:			
71 Obligations incurred, net.....	-----	-----	-----
90 Outlays.....	-----	-----	-----

Object Classification (in thousands of dollars)

11.1 Personnel compensation: Permanent positions.....	25	20	20
12.1 Personnel benefits: Civilian employees.....	2	2	2
25.0 Other services.....	1	1	1
99.0 Total obligations.....	28	23	23

Intragovernmental funds—Continued

ADVANCES AND REIMBURSEMENTS—Continued

Personnel Summary

Identification code 05-84-3989-0-4-355	1970 actual	1971 est.	1972 est.
Total number of permanent positions-----	4	2	2
Average number of all employees-----	3	2	2
Average GS grade-----	7.5	7.8	7.8
Average GS salary-----	\$10,193	\$10,750	\$10,853

OFFICE OF MANAGEMENT SERVICES

Federal Funds

General and special funds:

SALARIES AND EXPENSES

For necessary expenses to enable the Office of Management Services to provide management support services to selected agencies and offices of the Department of Agriculture, **[\$3,459,000]** \$3,614,000. (7 U.S.C. 2201-2202, 2235; Department of Agriculture and Related Agencies Appropriation Act, 1971.)

Program and Financing (in thousands of dollars)

Identification code 05-88-0700-0-1-355	1970 actual	1971 est.	1972 est.
Program by activities:			
Management support activities (program costs, funded) ¹ -----	4,048	4,487	4,521
Change in selected resources ² -----	20	-----	-----
10 Total obligations-----	4,068	4,487	4,521
Financing:			
11 Receipts and reimbursements from:			
Federal funds-----	-845	-860	-870
25 Unobligated balance lapsing-----	51	-----	-----
Budget authority-----	3,274	3,627	3,651
Budget authority:			
40 Appropriation-----	3,262	3,459	3,651
42 Transferred from other accounts-----	12	-----	-----
43 Appropriation (adjusted)-----	3,274	3,459	3,651
44.20 Proposed supplemental for civilian pay act increases-----	-----	168	-----
Relation of obligations to outlays:			
71 Obligations incurred, net-----	3,223	3,627	3,651
72 Obligated balance, start of year-----	211	177	181
74 Obligated balance, end of year-----	-177	-181	-196
77 Adjustments in expired accounts-----	-5	-----	-----
90 Outlays, excluding pay increase supplemental-----	3,252	3,464	3,627
91.20 Outlays from civilian pay act supplemental-----	-----	159	9

¹ Includes capital outlay as follows: 1970, \$34 thousand; 1971, \$60 thousand; 1972, \$30 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$56 thousand (1970 adjustments, -\$5 thousand); 1970, \$71 thousand; 1971, \$71 thousand; 1972, \$71 thousand.

The Office of Management Services (OMS) provides consolidated and centralized management support services to several agencies and offices of the Department. It was established by Secretary's Memorandum No. 1529, dated January 29, 1963, to provide greater economy and effectiveness in the rendering of management service and advice through improved utilization of manpower and management techniques, increased specialization of professional skills, and more extensive use of timesaving equipment.

The consolidated management support functions include budget and finance, personnel and related programs, administrative services, and public information work. These functions are financed by direct appropriation to OMS, except for activity performed for others on a reimbursable or advance payment basis; OMS is reimbursed for management support of these activities.

The organizational structure of OMS is based upon these functions with operating divisions providing the services for the following agencies and offices: Office of the Secretary, Office of Budget and Finance, Office of Hearing Examiners, Judicial Officer, Office of Management Improvement, Office of Personnel, Office of Plant and Operations, Rural Development Activities, Office of Information, National Agricultural Library, Office of the General Counsel, Office of the Inspector General, Farmer Cooperative Service, Commodity Exchange Authority, Cooperative State Research Service, Economic Research Service, Statistical Reporting Service, Foreign Economic Development Service, and the Packers and Stockyards Administration.

Object Classification (in thousands of dollars)

Identification code 05-88-0700-0-1-355	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions-----	3,178	3,556	3,641
11.3 Positions other than permanent-----	54	50	52
11.5 Other personnel compensation-----	32	30	30
Total personnel compensation-----	3,264	3,636	3,723
12.1 Personnel benefits: Civilian employees-----	260	290	307
21.0 Travel and transportation of persons-----	16	25	52
22.0 Transportation of things-----	4	4	4
23.0 Rent, communications, and utilities-----	175	170	170
24.0 Printing and reproduction-----	103	108	108
25.0 Other services-----	140	141	141
26.0 Supplies and materials-----	24	24	24
31.0 Equipment-----	81	89	19
99.0 Total obligations-----	4,068	4,487	4,521

Personnel Summary

Total number of permanent positions-----	375	393	400
Full-time equivalent of other positions-----	5	5	5
Average number of all employees-----	328	358	366
Average GS grade-----	7.4	7.9	8.0
Average GS salary-----	\$10,142	\$10,349	\$10,587
Average salary of ungraded positions-----	\$6,529	\$6,530	\$6,589

GENERAL ADMINISTRATION

Federal Funds

General and special funds:

SALARIES AND EXPENSES

For necessary expenses of the Office of the Secretary of Agriculture and for general administration of the Department of Agriculture, repairs and alterations, and other miscellaneous supplies and expenses not otherwise provided for and necessary for the practical and efficient work of the Department of Agriculture, and not to exceed \$5,000 for employment under 5 U.S.C. 3109, **[\$6,058,000]** \$6,835,000: *Provided*, That this appropriation shall be reimbursed from applicable appropriations for travel expenses incident to the holding of hearings as required by 5 U.S.C. 551-558: *Provided further*, That not to exceed \$2,500 of this amount shall be available for official reception and representation expenses, not otherwise provided for, as determined by the Secretary. (7 U.S.C. 450c-450g, 2201-2206, 2210-2213; secs. 2201, 2202—establishing the Department of Agriculture, which was implemented by the Act of July 24, 1919 (7 U.S.C. 450b, 2220), apply to all appropriation items of the Depart-

ment which are not based upon specific legislative authority either incorporated in the language of the item or cited immediately thereunder; 5 U.S.C. 5901; 7 U.S.C. 2231, 2232, 2235; 42 U.S.C. 2000d; Department of Agriculture and Related Agencies Appropriation Act, 1971.)

Program and Financing (in thousands of dollars)

Identification code	05-92-0115-0-1-355	1970 actual	1971 est.	1972 est.
Program by activities:				
1.	Program and policy direction and coordination:			
(a)	Office of the Secretary and Under Secretary.....	993	953	974
(b)	Assistant secretaries.....	887	943	943
(c)	Rural development coordination.....		239	239
2.	Budgetary and financial administration.....	926	1,057	1,052
3.	General operations.....	882	881	881
4.	Management improvement.....	205	350	510
5.	Personnel administration.....	1,005	1,009	1,009
6.	Regulatory hearings and decisions.....	279	324	324
7.	Equal opportunity.....	364	862	1,187
	Total program costs, funded ¹	5,541	6,613	7,119
	Change in selected resources ²	-60		
10	Total obligations.....	5,481	6,613	7,119
Financing:				
11	Receipts and reimbursements from:			
	Federal funds: For emergency preparedness functions.....	-256	-263	-284
25	Unobligated balance lapsing.....	38		
	Budget authority.....	5,263	6,350	6,835
Budget authority:				
40	Appropriation.....	5,263	6,058	6,835
44.20	Proposed supplemental for civilian pay act increases.....		292	
Relation of obligations to outlays:				
71	Obligations incurred, net.....	5,225	6,350	6,835
72	Obligated balance, start of year.....	338	364	531
74	Obligated balance, end of year.....	-364	-531	-713
77	Adjustments in expired accounts.....	7		
90	Outlays, excluding pay increase supplemental.....	5,206	5,901	6,643
91.20	Outlays from civilian pay act supplemental.....		282	10

¹ Includes capital outlay as follows: 1970, \$38 thousand; 1971, \$40 thousand; 1972, \$40 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$166 thousand (1970 adjustments, \$6 thousand); 1970, \$112 thousand; 1971, \$112 thousand; 1972, \$112 thousand.

General administration covers the overall planning, coordination, and administration of the Department's programs. Also included are certain services on a Department-wide basis.

2. *Budgetary and financial administration.*—This covers departmental budgetary and financial management; policies and procedures are promulgated, and programs and legislative proposals are evaluated for budgetary, financial, and related implications.

3. *General operations.*—These embrace departmental policies and procedures for telecommunications, construction, contracting, procurement, property, mail, space, supply and transportation management; and Department-wide central services of mail distribution, telephone, telegraph, reproduction and supply are furnished.

4. *Management improvement.*—This covers the coordination and direction of the development of new and improved management techniques; acquisition and utilization of data processing equipment, development of

methods of measuring the effectiveness of program operations; and records management, cost reduction and the management improvement program of the Office of Management and Budget and the Department.

5. *Personnel administration.*—This covers general direction, leadership, and coordination of the personnel management program of the Department. Departmental policies and procedures are issued and the Office coordinates a review program to evaluate the effectiveness of agency personnel programs.

6. *Regulatory hearings and decisions.*—The hearing examiners hold hearings in connection with the prescribing of new regulations and orders and on disciplinary complaints filed by the Department or on petitions filed by private parties asking relief from some action of the Department. Final administrative decisions in regulatory proceedings are rendered by the judicial officer. "Agriculture Decisions" is published monthly.

7. *Equal opportunity.*—This covers program and policy direction in the development and enforcement of Department equal opportunity responsibilities; reviews, analyzes and evaluates agency programs and operations to ascertain compliance with applicable policies, rules and regulations of the Department and the Government. Processes complaints made to the Department on discrimination in Department programs and provides final Department disposition.

Object Classification (in thousands of dollars)

Identification code	05-92-0115-0-1-355	1970 actual	1971 est.	1972 est.
Personnel compensation:				
11.1	Permanent positions.....	4,187	5,235	5,587
11.3	Positions other than permanent.....	49	44	44
11.5	Other personnel compensation.....	70	25	25
11.8	Special personal service payments.....	9		
	Total personnel compensation.....	4,315	5,304	5,656
12.1	Personnel benefits: Civilian employees.....	331	422	450
21.0	Travel and transportation of persons.....	183	278	352
22.0	Transportation of things.....	7	1	1
23.0	Rent, communications, and utilities.....	173	189	188
24.0	Printing and reproduction.....	162	156	155
25.0	Other services.....	186	188	242
26.0	Supplies and materials.....	45	48	48
31.0	Equipment.....	79	27	27
99.0	Total obligations.....	5,481	6,613	7,119

Personnel Summary

Total number of permanent positions.....	316	366	394
Full-time equivalent of other positions.....	3	2	2
Average number of all employees.....	293	346	371
Average GS grade.....	8.4	8.6	8.6
Average GS salary.....	\$12,246	\$12,533	\$12,538
Average salary of ungraded positions.....	\$7,390	\$7,586	\$7,598

Intragovernmental funds:

WORKING CAPITAL FUND

Program and Financing (in thousands of dollars)

Identification code	05-92-4609-0-4-355	1970 actual	1971 est.	1972 est.
Program by activities:				
Operating costs, funded:				
1.	Supply and other central services:			
(a)	Cost of goods sold.....	329	329	329
(b)	Other.....	1,426	1,397	1,397
2.	Reproduction services:			
(a)	Cost of goods sold.....	232	232	232
(b)	Other.....	1,824	2,012	2,012

Intragovernmental funds—Continued

WORKING CAPITAL FUND—Continued

Program and Financing (in thousands of dollars)—Continued

Identification code 05-92-4609-0-4-355	1970 actual	1971 est.	1972 est.
Program by activities—Continued			
Operating costs, funded—Continued			
3. Motion picture, photographic, and other visual information services:			
(a) Cost of goods sold.....	173	141	141
(b) Other.....	2,008	2,027	2,027
4. Automatic data processing services:			
Cost of service.....	4,313	4,461	4,461
Unfunded adjustment to total operating costs (loss on sale of equipment).....	-1		
Total operating costs.....	10,303	10,599	10,599
Capital outlay, funded:			
Purchase of equipment:			
1. Supply and other central services..	28	11	11
2. Reproduction services.....	279	60	100
3. Motion picture, photographic, and other visual information services.....	23	47	42
4. Automatic data processing services.....	6	11	47
Total capital outlay, funded..	336	129	200
Total program costs, funded..	10,639	10,728	10,799
Change in selected resources ¹	38		
10 Total obligations.....	10,677	10,728	10,799
Financing:			
Receipts and reimbursements from:			
11 Federal funds: Revenue:			
Supply and other central services...	-1,779	-1,725	-1,725
Reproduction services.....	-2,212	-2,307	-2,307
Motion picture, photographic, and other visual information services..	-1,985	-2,143	-2,143
Automatic data processing services..	-4,424	-4,494	-4,494
Proceeds from sale of fixed assets...	-7		
Proceeds from sale of miscellaneous supplies and equipment.....	-7		
Increase in unfilled customers orders	-74		
14 Non-Federal sources: Revenue:			
Supply and other central services...	-13	-13	-13
Reproduction services.....	-17	-17	-17
Motion picture, photographic, and other visual information services..	-86	-86	-86
21 Unobligated balance available, start of year	-638	-565	-622
24 Unobligated balance available, end of year	565	622	608
Budget authority.....			
Relation of obligations to outlays:			
71 Obligations incurred, net.....	73	-57	14
72 Receivables in excess of obligations, start of year.....	-595	-460	-517
74 Receivables in excess of obligations, end of year.....	460	517	503
90 Outlays.....	-63		

¹ Balances of selected resources are identified in the statement of financial condition.

This fund finances by advances or reimbursements certain central services in the Department of Agriculture, including duplicating, photographic, and other visual information services, art and graphics, motion picture, tabulating, supply, library photocopy and microfilming services, civil defense activities, interagency employee training programs, mail and messenger services, and the centralized automatic data processing system for payroll, financial management, and other services. The capital

consists of \$400 thousand appropriated (5 U.S.C. 542-1), \$608 thousand in donated assets, and accumulated earnings of \$275 thousand as of June 30, 1970. Earnings are kept at a low level through adjustments in rates charged for services to maintain as nearly as possible the nonprofit nature of the fund.

Revenue and Expense (in thousands of dollars)

Identification code 05-92-4609-0-4-355	1970 actual	1971 est.	1972 est.
Supply and other central services:			
Revenue.....	1,792	1,738	1,738
Expense.....	-1,767	-1,738	-1,738
Net operating income, supply and other central services program.....	25		
Reproduction services:			
Revenue.....	2,229	2,324	2,324
Expense.....	-2,124	-2,324	-2,324
Net operating income, reproduction services program.....	105		
Motion picture, photographic, and other visual information services:			
Revenue.....	2,071	2,229	2,229
Expense.....	-2,235	-2,229	-2,229
Net operating loss, motion picture, photographic, and other visual information services program.....	-164		
Automatic data processing services:			
Revenue.....	4,424	4,494	4,494
Expense.....	-4,345	-4,494	-4,494
Net operating income, automatic data processing services.....	78		
Nonoperating income:			
Proceeds from sale of equipment.....	7		
Net gain from sale of miscellaneous supplies and equipment.....	7		
Net nonoperating income.....	14		
Net income for the year.....	58		

Financial Condition (in thousands of dollars)

	1969 actual	1970 actual	1971 est.	1972 est.
Assets:				
Drawing account with Treasury.....	43	106	106	106
Accounts receivable (net).....	1,438	1,341	1,341	1,341
Selected assets: Commodities for sale ¹	368	373	373	373
Fixed assets, net.....	746	913	857	871
Total assets.....	2,595	2,733	2,677	2,691
Liabilities:				
Accounts payable and accrued liabilities.....	1,370	1,450	1,394	1,408
Government equity:				
Obligations:				
Undelivered orders ¹	254	286	286	286
Unfilled customers orders.....	-782	-855	-855	-855
Unobligated balance.....	638	565	622	608
Total funded balance.....	111	-4	53	39
Invested capital and earnings..	1,114	1,286	1,230	1,244
Total Government equity.....	1,224	1,283	1,283	1,283

¹ The "Change in selected resources" entry on the program and financing schedule relates to these items.

Analysis of Changes in Government Equity (in thousands of dollars)

	1970 actual	1971 est.	1972 est.
Non-interest-bearing capital:			
Start of year.....	1,008	1,008	1,008
Donated assets, net.....			
End of year.....	1,008	1,008	1,008
Retained earnings:			
Start of year.....	216	275	275
Net income for the year.....	58		
End of year.....	275	275	275

Object Classification (in thousands of dollars)

Identification code 05-92-4609-0-4-355	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions.....	4,611	4,975	4,975
11.3 Positions other than permanent.....	348	339	339
11.5 Other personnel compensation.....	131	123	123
Total personnel compensation.....	5,090	5,437	5,437
12.1 Personnel benefits: Civilian employees.....	392	420	420
21.0 Travel and transportation of persons.....	65	63	63
22.0 Transportation of things.....	21	20	20
23.0 Rent, communications, and utilities.....	564	615	615
24.0 Printing and reproduction.....	401	392	392
25.0 Other services.....	2,594	2,405	2,405
26.0 Supplies and materials.....	1,163	1,227	1,227
31.0 Equipment.....	348	149	220
Total costs, funded.....	10,639	10,728	10,799
94.0 Change in selected resources.....	38		
99.0 Total obligations.....	10,677	10,728	10,799

Personnel Summary

Total number of permanent positions.....	551	551	551
Full-time equivalent of other positions.....	69	67	67
Average number of all employees.....	570	574	574
Average GS grade.....	7.1	7.1	7.1
Average GS salary.....	\$9,833	\$9,794	\$9,817
Average salary of ungraded positions.....	\$7,404	\$7,601	\$7,614

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

Identification code 05-92-3900-0-4-355	1970 actual	1971 est.	1972 est.
Program by activities:			
Miscellaneous services to other accounts:			
(a) Department of Agriculture.....	83	85	72
(b) Other agencies.....	49	86	63
10 Total program costs, funded—obligations.....	132	171	135
Financing:			
11 Receipts and reimbursements from: Federal funds.....	—132	—171	—135
Budget authority.....			
Relation of obligations to outlays:			
71 Obligations incurred, net.....			
90 Outlays.....			

Object Classification (in thousands of dollars)

11.1 Personnel compensation: Permanent positions.....	101	97	67
12.1 Personnel benefits: Civilian employees.....	9	11	8
21.0 Travel and transportation of persons.....	16	53	50
24.0 Printing and reproduction.....	1	1	1
25.0 Other services.....	3	6	6
26.0 Supplies and materials.....	2	3	3
99.0 Total obligations.....	132	171	135

Personnel Summary

Total number of permanent positions.....	5	4	4
Average number of all employees.....	5	4	4
Average GS grade.....	8.4	8.6	8.6
Average GS salary.....	\$12,246	\$12,533	\$12,538
Average salary of ungraded positions.....	\$7,390	\$7,586	\$7,598

FOREST SERVICE

The Service carries on three primary functions: (1) protection, development, and use of about 187 million acres of land in national forests and national grasslands in the United States and Puerto Rico; (2) forestry research for all public and private forest lands and related ranges to improve protection from fire, insects, and diseases; to increase production of timber, forage, water, and other products; to improve methods for developing and managing recreation resources; to develop better utilization and marketing of forest products; and to maintain a current inventory of forest resources through a nationwide forest survey; and (3) cooperation with States and private landowners to obtain better fire protection on approximately 519 million acres of forest land and nonforest watersheds; to provide technical advice and financial assistance to promote development, improvement, and expansion of forest pest detection and suppression programs; to improve forest practices on about 395 million acres of State and local government and privately-owned commercial timber lands; and to encourage reforestation and stimulate development and management of State, county, and community forests.

These primary functions include construction and maintenance of roads and trails, control of forest pests, protection against floods, land acquisition and exchange, and a number of cooperative projects.

Federal Funds

General and special funds:

FOREST PROTECTION AND UTILIZATION

For expenses necessary for forest protection and utilization, as follows:

Forest land management: For necessary expenses of the Forest Service, not otherwise provided for, including the administration, improvement, development, and management of lands under Forest Service administration, fighting and preventing forest fires on or threatening such lands and for liquidation of obligations incurred in the preceding fiscal year for such purposes, control of white pine blister rust and other forest diseases and insects on Federal and non-Federal lands; [\$199,617,000] \$225,118,000, of which \$4,275,000 for fighting and preventing forest fires and \$1,910,000 for insect and disease control shall be apportioned for use, pursuant to section 3679 of the Revised Statutes, as amended, to the extent necessary under the then existing conditions: *Provided*, That funds appropriated for "Cooperative range improvements", pursuant to section 12 of the Act of April 24, 1950 (16 U.S.C. 580h), may be advanced to this appropriation.

Forest research: For forest research at forest and range experiment stations, the Forest Products Laboratory, or elsewhere, as authorized by law; [\$45,591,000] \$47,668,000.

State and private forestry cooperation: For cooperation with States in forest-fire prevention and suppression, in forest tree planting on non-Federal public and private lands, and in forest management and processing, and for advising timberland owners, associations, wood-using industries, and others in the application of forest management principles and processing of forest products, as authorized by law; [\$23,939,000] \$24,067,000. [For an additional amount for "Forest land management", \$150,000. For an additional amount for "Forest research", \$108,000.] (7 U.S.C. 1010-1012, 1621-1627, 2201, 2202, 2250; 16 U.S.C. 207c, 471-583i, 594-1-594-5, 594a, 1004, 1005; 30 U.S.C. 601-604, 611-615; 31 U.S.C. 534; 42 U.S.C. 1891-1893; 43 U.S.C. 1181h-1181j; 36 Stat. 557-579; 67 Stat. 633; Department of the Interior and Related Agencies Appropriation Act, 1971; Supplemental Appropriations Act, 1971.)

General and special funds—Continued

FOREST PROTECTION AND UTILIZATION—Continued

Program and Financing (in thousands of dollars)

Identification code 05-96-1100-0-1-402	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Forest land management:			
(a) National forest protection and management.....	184,274	190,622	207,975
(b) Water resource development related activities.....	8,224	4,622	3,698
(c) Fighting forest fires.....	27,792	4,275	4,275
(d) Insect and disease control.....	8,781	12,080	10,350
(e) Acquisition of lands.....	2,076	-----	-----
Total, forest land management.....	231,147	211,599	226,298
2. Forest research:			
(a) Forest and range management.....	19,203	19,612	19,504
(b) Forest protection.....	11,311	11,940	11,940
(c) Forest products and engineering.....	9,023	9,709	9,700
(d) Forest resource economics.....	5,666	6,544	6,544
(e) Forest research construction.....	592	870	-----
Total, forest research.....	45,795	48,675	47,688
3. State and private forestry cooperation:			
(a) Forest fire control.....	16,441	16,505	16,494
(b) Forest tree planting.....	303	319	319
(c) Forest management and processing.....	3,746	4,973	4,970
(d) General forestry assistance.....	1,994	2,284	2,284
Total, State and private forestry cooperation....	22,484	24,081	24,067
Total program costs, funded ¹	299,425	284,355	298,053
Change in selected resources ²	-3,374	-4,450	-500
10 Total obligations.....	296,051	279,905	297,553
Financing:			
Receipts and reimbursements from:			
11 Federal funds.....	-700	-700	-700
13 Trust funds.....	-1,000	-----	-----
21 Unobligated balance available, start of year.....	-460	-172	-----
22 Unobligated balance transferred from other accounts.....	-235	-----	-----
24 Unobligated balance available, end of year.....	172	-----	-----
25 Unobligated balance lapsing.....	129	-----	-----
Budget authority.....	293,957	279,033	296,853
Budget authority:			
40 Appropriation.....	278,848	269,405	296,853
40 Pay increase (Public Law 91-305).....	10,266	-----	-----
41 Transferred to other accounts.....	-295	-434	-----
42 Transferred from other accounts.....	5,138	-----	-----
43 Appropriation (adjusted).....	293,957	268,971	296,853
44.20 Proposed supplemental for civilian pay increase.....	-----	10,062	-----
Relation of obligations to outlays:			
71 Obligations incurred, net.....	294,351	279,205	296,853
72 Obligated balance, start of year.....	40,991	39,318	31,794
74 Obligated balance, end of year.....	-39,318	-31,794	-30,250
77 Adjustments in expired accounts.....	243	-----	-----

90 Outlays, excluding pay increase supplemental.....	296,268	277,161	297,903
91.20 Outlays from civilian pay act supplemental.....	-----	9,568	494

¹ Includes capital outlay as follows: 1970, \$29,041 thousand; 1971, \$30,000 thousand; 1972, \$30,000 thousand.

² Selected resources as of June 30 are as follows:

	1969	1970 adjust- ments	1970	1971	1972
Stores.....	3,760	-----	3,803	3,803	3,803
Unpaid undelivered orders.....	24,276	-457	20,484	16,000	15,500
Advances.....	148	-----	66	100	100
Total selected resources	28,184	-457	24,353	19,903	19,403

1. *Forest land management.*—(a) *National forest protection and management.*—The 154 national forests and 19 units of national grasslands are managed under multiple use and sustained yield principles. The natural resources of outdoor recreation, range, timber, watershed, and wildlife are utilized in a planned combination that will best meet the needs of the Nation without impairing productivity of the land. These management and utilization principles were recognized in the Multiple Use-Sustained Yield Act of June 12, 1960 (74 Stat. 215). Work programs and budget estimates are related to the development program for the national forests, a plan to meet the increasing demands for specific national forest resource needs through 1972 and for long-term objectives to the year 2000. Increases are provided in the budget to further attainment of these program objectives. Funds appropriated under Cooperative Range Improvements are merged with this appropriation for obligational purposes.

MAIN WORKLOAD FACTORS

Description	1970 actual	1971 estimate	1972 estimate
Area administered and protected:			
(a) National forest lands (acres).....	182,938,520	182,988,780	183,038,780
(b) National grasslands (acres).....	3,807,615	3,807,615	3,807,615
(c) Land utilization projects (acres).....	153,823	153,823	153,823
Timber managed and protected (billion board feet).....	11.05	10.99	10.99
Timber sales (number).....	150,000	155,000	155,000
Timber harvested (billion board feet).....	11.5	13.4	13.8
Grazing use permits (calendar year):			
Paid.....	18,222	18,225	18,225
Exempt.....	68,515	68,515	68,515
Estimated number of livestock on national forest ranges (including calves and lambs).....	7,200,000	7,300,000	7,400,000
Special use permits, excluding recreation (number).....	45,700	46,500	48,300
Recreation special use permits (number).....	25,600	25,700	25,800
Estimated number of visitor days to national forests (calendar year).....	170,600,000	178,500,000	186,700,000
Tree planting and seeding (acres).....	101,845	117,400	122,200
Timber stand improvement (acres treated).....	123,558	154,000	154,000
Range reseeding and removal of competing vegetation (acres).....	182,100	184,000	192,000
Receipts (thousands of dollars): National forests fund:			
Timber sales.....	\$274,028	\$312,320	\$341,900
Grazing.....	3,772	3,850	5,000
Power.....	193	200	220
Recreation.....	2,982	3,500	4,000
Admission and user fees.....	1,157	1,500	1,750
Land uses.....	5,637	6,400	6,975
Oregon and California grant lands.....	9,885	10,000	10,000
National grasslands and land utilization.....	2,049	2,050	2,050
Total.....	299,703	339,820	371,895

(b) *Water resource development related activities.*—Provides for impact surveys, construction liaison, land treatment, soil stabilization and cover improvement required by water resource projects of other agencies located within or adjacent to the national forests.

(c) *Fighting forest fires.*—Provides for employment of additional manpower and other facilities for forest fire emergencies which cannot be met under national forest protection and management. Costs above estimates for the current and budget years are authorized from advances from other Forest Service appropriations. A supplemental appropriation for fighting forest fires is anticipated for 1971 (proposed for later transmittal).

	Fiscal year		
	1969 actual	1970 estimate	1971 estimate
Forest fires controlled (number).....	9,913	11,662	14,500
Area burned (acres).....	135,904	97,293	540,000

(d) *Insect and disease control.*—Activities to suppress and control destructive insects and diseases that threaten timber areas include two types of work carried on jointly by Federal, State, and private agencies: (1) Surveys on forest lands to detect and evaluate infestations of forest insects and infections of tree diseases and determination of protective measures to be taken, and (2) control operations to suppress or eradicate forest insects and diseases, including white pine blister rust.

2. *Forest research.*—Research is conducted at eight regional forest experiment stations, the Forest Products Laboratory, and the Institute of Tropical Forestry.

(a) *Forest and range management.*—Provides land managers and owners with a sound basis for management of timber, forage, and watershed lands. Studies are conducted to maintain a sustained yield of products at least cost; improve forage and habitat for livestock and wildlife without damage to soil, watershed, or other values; assure maximum regular flow of usable water, and reduce floods and sedimentation; and improve methods for developing and managing recreation resources.

(b) *Forest protection.*—Research is conducted to develop measures for the protection of forests from damage by fire, insects, and diseases. Forest fire and atmospheric science research provides improved methods of predicting fire danger, and preparing for and combating fire by combinations of ground and aerial methods. Insect and disease research develops direct controls, silvicultural measures, and biological agents to combat forest pests.

(c) *Forest products and engineering.*—Studies are conducted to develop new and improved forest products, reduction and utilization of waste, and use of low-quality wood and less-desirable species. Research is also conducted to advance the mechanization and efficiency of forestry operations, and to develop and evaluate machines and similar equipment for such operations as logging, planting, timber-stand improvement, and protection of forests.

(d) *Forest resource economics.*—Investigations are conducted to inventory and appraise the condition of forest lands, volume and quality of standing timber, ownership of timber resources, annual growth and depletion, the potential need for timber products, and the economics and marketing potential of forest crop production.

3. *State and private forestry cooperation.*—Assist States, other public and private agencies and individuals to protect, manage, and develop non-Federal forest lands, and improve the production of forest products. By so doing, the social and economic welfare of rural people will be improved and an adequate supply of forest and related resources for the future will be assured. The 397 million

acres of non-Federal forest lands produce about 65% of all timber cut.

(a) *Forest fire control.*—Assistance is furnished 50 States in preventing and suppressing forest fires on private and State-owned lands by financial aid, coordination, training, development, and procurement of equipment, and a nationwide fire prevention campaign. About 94% of the 543 million acres of non-Federal ownership planned for protection is now covered. During 1969 the acreage burned on protected areas was 0.31% as against an estimated 3.21% on unprotected lands. Of the total expenditures under this program, 84.5% is contributed by States and counties, 1.3% by private owners, and 14.2% by the Federal Government.

(b) *Forest tree planting.*—Financial and technical assistance is provided to the States for the production, acquisition, and distribution of over half of the Nation's tree planting stock for forest and windbarrier planting on non-Federal lands. More than 70 million acres of nonstocked, poorly stocked, or open lands need to be reforested.

(c) *Forest management and processing.*—In cooperation with 49 States, Puerto Rico, and the Virgin Islands, technical assistance is given to woodland owners in applying multiple-use management to their forest holdings, and to operators of forest products manufacturing plants in improving their manufacturing and processing techniques to extend timber supplies.

(d) *General forestry assistance.*—Technical management assistance is provided usually by Federal personnel but also through other arrangements to State, community, private, and other Federal agencies, forest industries, colleges, and landowners. This program also provides forest products utilization assistance to wood-using industries and loggers.

Object Classification (in thousands of dollars)

Identification code 05-96-1100-0-1-402	1970 actual	1971 est.	1972 est.
FOREST SERVICE			
Personnel compensation:			
11.1 Permanent positions.....	134,658	135,984	142,055
11.3 Positions other than permanent....	32,748	30,772	38,891
11.5 Other personnel compensation.....	10,180	10,277	8,145
11.8 Special personal service payments...	1,795	1,764	1,500
Total personnel compensation....	179,381	178,797	190,591
12.1 Personnel benefits: Civilian employees..	16,527	16,973	17,460
13.0 Benefits for former personnel.....	31	30	30
21.0 Travel and transportation of persons..	8,533	8,200	8,200
22.0 Transportation of things.....	9,945	9,025	9,025
23.0 Rent, communications, and utilities...	6,702	4,786	4,786
24.0 Printing and reproduction.....	2,141	1,800	1,800
25.0 Other services.....	25,593	20,665	25,014
26.0 Supplies and materials.....	13,921	11,000	12,000
31.0 Equipment.....	5,667	4,400	4,400
32.0 Lands and structures.....	7,337	3,700	3,700
33.0 Investments and loans.....	1	-----	-----
41.0 Grants, subsidies, and contributions...	20,783	20,665	20,665
42.0 Insurance claims and indemnities.....	49	35	35
Subtotal.....	296,611	280,076	297,706
95.0 Quarters and subsistence charges.....	-1,459	-1,359	-1,400
Total obligations, Forest Service...	295,153	278,717	296,306
ALLOTMENT TO DEPARTMENT OF THE INTERIOR			
Personnel compensation:			
11.1 Permanent positions.....	245	261	262
11.3 Positions other than permanent....	262	290	300
11.5 Other personnel compensation.....	4	4	4
Total personnel compensation....	511	555	566

General and special funds—Continued

FOREST PROTECTION AND UTILIZATION—Continued

Object Classification (in thousands of dollars)—Continued

Identification code 05-96-1100-0-1-402	1970 actual	1971 est.	1972 est.
ALLOTMENT TO DEPARTMENT OF THE INTERIOR—Continued			
12.1 Personnel benefits: Civilian employees	32	36	39
21.0 Travel and transportation of persons	66	79	83
22.0 Transportation of things	32	40	48
23.0 Rent, communications, and utilities	10	24	27
25.0 Other services	175	326	331
26.0 Supplies and materials	40	81	88
31.0 Equipment	31	47	65
Total obligations, Department of the Interior	897	1,188	1,247
99.0 Total obligations	296,051	279,905	297,553

Personnel Summary

FOREST SERVICE

Total number of permanent positions	13,335	13,052	13,485
Full-time equivalent of other positions	5,544	5,128	5,989
Average number of all employees	17,921	17,255	18,766
Average GS grade	8.1	8.2	8.2
Average GS salary	\$10,830	\$11,101	\$11,268
Average salary of ungraded positions	\$8,415	\$8,523	\$8,523

ALLOTMENT TO DEPARTMENT OF THE INTERIOR

Total number of permanent positions	51	51	51
Full-time equivalent of other positions	44	46	47
Average number of all employees	66	76	77
Average GS grade	8.6	8.6	8.6
Average GS salary	\$10,682	\$11,880	\$12,040
Average salary of ungraded positions	\$7,308	\$7,550	\$7,550

Proposed for separate transmittal, existing legislation:

FOREST PROTECTION AND UTILIZATION

Program and Financing (in thousands of dollars)

Identification code 05-96-1100-1-1-402	1970 actual	1971 est.	1972 est.
Program by activities:			
10 Forest land management: Fighting forest fires (costs—obligations)		68,000	
Financing:			
40 Budget authority (proposed supplemental appropriation)		68,000	
Relation of obligations to outlays:			
71 Obligations incurred, net		68,000	
90 Outlays		68,000	

A supplemental appropriation of \$68 million for 1971 is anticipated for fighting forest fires.

CONSTRUCTION AND LAND ACQUISITION

For construction and acquisition of buildings and other facilities required in the conservation, management, investigation, protection and utilization of national forest resources and the acquisition of lands and interests therein necessary to these objectives, [\$15,467,700] \$24,912,000, to remain available until expended: *Provided*, That not more than \$1,300,000 of this appropriation may be used for acquisition of land under the Act of March 1, 1911, as amended (16 U.S.C. 513-519).

[For an additional amount for "Construction", \$198,000.] (7 U.S.C. 428a, 1012, 2250; 16 U.S.C. 513-519a; Department of the Interior and Related Agencies Appropriation Act, 1971; Supplemental Appropriations Act, 1971.)

Program and Financing (in thousands of dollars)

Identification code 05-96-1103-0-1-402	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Forest land management construction		5,697	4,012
2. Research construction		785	400
3. Pollution abatement		6,488	19,088
4. Land acquisition, Weeks Act		1,300	1,300
Total program costs, funded ¹		14,270	24,800
Change in selected resources ²		1,550	112
10 Total obligations		15,820	24,912
Financing:			
Budget authority		15,820	24,912
Budget authority:			
40 Appropriation		15,666	24,912
44.20 Proposed supplemental for civilian pay increase		154	
Relation of obligations to outlays:			
71 Obligations incurred, net		15,820	24,912
72 Obligated balance, start of year			2,532
74 Obligated balance, end of year		-2,532	-4,586
90 Outlays, excluding pay increase supplemental		13,138	22,854
91.20 Outlays from civilian pay act supplemental		150	4

¹ Includes capital outlay as follows: 1971, \$8,000 thousand; 1972, \$6,500 thousand.
² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1971, \$1,550 thousand; 1972, \$1,662 thousand.

1. *Forest land management construction.*—(a) *Recreation facilities.*—To provide facilities necessary to safely meet increased recreation demand without sacrificing environment values and without unduly impinging upon other resource uses of the national forests.

(b) *Other facilities.*—To provide for construction and acquisition of fire, administrative, and other improvements and related facilities necessary to carry out national forest programs. Includes fire lookouts, offices, dwellings, and barracks for employee housing, service and storage buildings, insectories, tree nursery buildings, basic communication systems, and other forest resource management projects. Also includes acquisition of land and interests therein for administrative purposes.

2. *Research construction.*—To provide for construction, alteration, and improvement of research laboratories and related facilities, and for procurement and installation of necessary initial equipment needed to put the facility into operating condition.

3. *Pollution abatement.*—To provide for bringing water and air pollution control at existing recreation, research, fire, and administrative facilities to the quality standards adopted pursuant to the Federal Water Pollution Control Act, as amended, the Clean Air Act, as amended, or as prescribed pursuant to Executive Order 11507, dated February 4, 1970.

4. *Land acquisition, Weeks Act.*—Lands are purchased to protect the watersheds of navigable streams and to increase the production of timber, with the approval of the National Forest Reservation Commission.

Object Classification (in thousands of dollars)

Identification code 05-96-1103-0-1-402	1970 actual	1971 est.	1972 est.
FOREST SERVICE			
Personnel compensation:			
11.1 Permanent positions		4,030	6,120
11.3 Positions other than permanent		801	1,540
11.5 Other personnel compensation		26	40

11.8	Special personal service payments.....	1	-----
	Total personnel compensation.....	4,858	7,700
12.1	Personnel benefits: Civilian employees.....	429	655
13.0	Benefits for former personnel.....	1	-----
21.0	Travel and transportation of persons.....	250	400
22.0	Transportation of things.....	251	450
23.0	Rent, communications, and utilities.....	107	125
24.0	Printing and reproduction.....	13	25
25.0	Other services.....	4,503	4,371
26.0	Supplies and materials.....	1,044	2,000
31.0	Equipment.....	405	700
32.0	Lands and structures.....	3,269	8,500
42.0	Insurance claims and indemnities.....	2	-----
	Subtotal.....	15,132	24,926
95.0	Quarters and subsistence charges.....	-7	-14
	Total obligations, Forest Service.....	15,125	24,912

ALLOTMENT TO GENERAL SERVICES
ADMINISTRATION

32.0	Lands and structures.....	695	-----
99.0	Total obligations.....	15,820	24,912

Personnel Summary

FOREST SERVICE			
Total number of permanent positions.....	491	549	
Full-time equivalent of other positions.....	149	280	
Average number of all employees.....	521	812	
Average GS grade.....	8.2	8.2	
Average GS salary.....	\$11,101	\$11,268	
Average salary of ungraded positions.....	\$8,523	\$8,523	

【YOUTH CONSERVATION CORPS】

【SALARIES AND EXPENSES】

【For expenses necessary to carry out the provisions of the Act of August 13, 1970 (Public Law 91-378), establishing the Youth Conservation Corps, \$2,500,000, to remain available until expended: *Provided*, That \$1,250,000 shall be available to the Secretary of the Interior and \$1,250,000 shall be available to the Secretary of Agriculture.】 (Supplemental Appropriations Act, 1971.)

Program and Financing (in thousands of dollars)

Identification code 05-96-1125-0-1-402	1970 actual	1971 est.	1972 est.
Program by activities:			
Pilot program development (program costs, funded) ¹	-----	1,000	1,500
Change in selected resources ²	-----	100	-100
10 Total obligations.....	-----	1,100	1,400
Financing:			
21 Unobligated balance available, start of year.....	-----	-----	-1,400
24 Unobligated balance available, end of year.....	-----	1,400	-----
40 Budget authority (appropriation).....	-----	2,500	-----
Relation of obligations to outlays:			
71 Obligations incurred, net.....	-----	1,100	1,400
72 Obligated balance, start of year.....	-----	-----	100
74 Obligated balance, end of year.....	-----	-100	-----
90 Outlays.....	-----	1,000	1,500

¹ Includes capital outlay as follows: 1971, \$50 thousand; 1972, \$50 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1971, \$100 thousand; 1972, \$0.

A pilot program will be designed to determine the best methods for meeting the objectives of the Youth Conservation Corps Act of 1970 (Public Law 91-378, ap-

proved Aug. 13, 1970). The objectives of the act are to provide (1) gainful employment of America's youth, ages 15 through 18, during the summer months in a healthful outdoor atmosphere; (2) an opportunity for understanding and appreciation of the Nation's natural environment and heritage; and (3) the further development and maintenance of the natural resources of the United States by the youth.

Object Classification (in thousands of dollars)

Identification code 05-96-1125-0-1-402	1970 actual	1971 est.	1972 est.
FOREST SERVICE			
Personnel compensation:			
11.1 Permanent positions.....	-----	40	76
11.3 Positions other than permanent.....	-----	175	350
Total personnel compensation.....	-----	215	426
12.1 Personnel benefits: Civilian employees.....	-----	4	8
21.0 Travel and transportation of persons.....	-----	30	40
23.0 Rent, communications, and utilities.....	-----	20	30
25.0 Other services.....	-----	25	15
26.0 Supplies and materials.....	-----	126	31
31.0 Equipment.....	-----	45	-----
41.0 Grants, subsidies, and contributions.....	-----	85	150
Total obligations, Forest Service.....	-----	550	700

ALLOTMENT TO THE DEPARTMENT
OF THE INTERIOR

Personnel compensation:			
11.1 Permanent positions.....	-----	40	76
11.3 Positions other than permanent.....	-----	175	350
Total personnel compensation.....	-----	215	426
12.1 Personnel benefits: Civilian employees.....	-----	4	8
21.0 Travel and transportation of persons.....	-----	30	40
23.0 Rent, communications, and utilities.....	-----	20	30
25.0 Other services.....	-----	25	15
26.0 Supplies and materials.....	-----	126	31
31.0 Equipment.....	-----	45	-----
41.0 Grants, subsidies, and contributions.....	-----	85	150
Total obligations, Department of the Interior.....	-----	550	700
99.0 Total obligations.....	-----	1,100	1,400

Personnel Summary

FOREST SERVICE			
Total number of permanent positions.....	-----	0	0
Full-time equivalent of other positions.....	-----	22	45
Average number of all employees.....	-----	28	55
Average GS grade.....	-----	8.2	8.2
Average GS salary.....	-----	\$11,101	\$11,268
Average salary of ungraded position.....	-----	\$8,523	\$8,523

DEPARTMENT OF THE INTERIOR

Total number of permanent positions.....	-----	0	0
Full-time equivalent of other positions.....	-----	22	45
Average number of all employees.....	-----	28	55
Average GS grade.....	-----	10.0	10.1
Average GS salary.....	-----	\$14,691	\$14,757

COOPERATIVE RANGE IMPROVEMENTS

For artificial revegetation, construction, and maintenance of range improvements, control of rodents, and eradication of poisonous and noxious plants on national forests in accordance with section 12 of the Act of April 24, 1950 (16 U.S.C. 580h), to be derived from grazing fees as authorized by said section, \$700,000, to remain available until expended. (Department of the Interior and Related Agencies Appropriation Act, 1971.)

General and special funds—Continued

COOPERATIVE RANGE IMPROVEMENTS—Continued

Program and Financing (in thousands of dollars)

Identification code 05-96-5207-0-2-402	1970 actual	1971 est.	1972 est.
Program by activities:			
10 Advanced to forest protection and utilization (costs—obligations) (object class 25.0).....	700	700	700
Financing:			
40 Budget authority (appropriation) (special fund).....	700	700	700
Relation of obligations to outlays:			
71 Obligations incurred, net.....	700	700	700
90 Outlays.....	700	700	700

Part of the grazing fees from the national forests, when appropriated, are used to protect or improve the productivity of the range, mainly by construction and maintenance of fences, stock watering facilities, bridges, corrals, and driveways. These funds are advanced to and merged with the appropriation Forest protection and utilization, subappropriation Forest land management.

FOREST ROADS AND TRAILS (LIQUIDATION OF CONTRACT AUTHORITY)

For expenses necessary for carrying out the provisions of title 23, United States Code, sections 203 and 205, relating to the construction and maintenance of forest development roads and trails, **[\$115,000,000]** \$135,300,000, to remain available until expended, for liquidation of obligations incurred pursuant to authority contained in title 23, United States Code, section 203: *Provided*, That funds available under the Act of March 4, 1913 (16 U.S.C. 501) shall be merged with and made a part of this appropriation: *Provided further*, That not less than the amount made available under the provisions of the Act of March 4, 1913, shall be expended under the provisions of such Act. (7 U.S.C. 2250; 16 U.S.C. 532-536, 23 U.S.C. 101, 125, 209; Department of the Interior and Related Agencies Appropriation Act, 1971.)

Program and Financing (in thousands of dollars)

Identification code 05-96-2262-0-1-402	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Construction of roads and trails....	99,311	114,400	138,440
2. Maintenance of roads and trails....	32,693	27,450	26,560
Total program costs funded ¹	132,005	141,850	165,000
Change in selected resources ²	23,095	27,928	5,000
10 Total obligations.....	155,100	169,778	170,000
Financing:			
11 Receipts and reimbursements from:			
Federal funds.....	-31,206	-28,761	-32,760
21.49 Unobligated balance available, start of year: Contract authority.....	-310,035	-355,907	-384,890
23.49 Unobligated balance transferred to other accounts.....	235	-----	-----
24.49 Unobligated balance available, end of year: Contract authority.....	355,907	384,890	417,650
Budget authority.....	170,000	170,000	170,000
Budget authority:			
Current:			
40 Appropriation.....	100,570	115,000	135,300
40.49 Appropriation to liquidate contract authority.....	-100,570	-115,000	-135,300
43 Appropriation (adjusted).....	-----	-----	-----
49 Contract authority (82 Stat. 815 and 23 U.S.C. 203).....	-----	170,000	-----

69	Permanent: Contract authority (82 Stat. 815 and 23 U.S.C. 203).....	170,000	-----	170,000
Relation of obligations to outlays:				
71	Obligations incurred, net.....	123,894	141,017	137,240
	Obligated balance, start of year:			
72.40	Appropriation.....	9,212	9,775	-----
72.49	Contract authority.....	35,591	59,149	85,166
	Obligated balance, end of year:			
74.40	Appropriation.....	-9,775	-----	-5,000
74.49	Contract authority.....	-59,149	-85,166	-87,106
90	Outlays.....	99,772	124,775	130,300

¹ Includes capital outlay as follows: 1970, \$71,987 thousand; 1971, \$85,000 thousand; 1972, \$105,000 thousand.
² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$33,978 thousand; 1970, \$57,072 thousand; 1971, \$85,000 thousand; 1972, \$90,000 thousand.

Status of Unfunded Contract Authority (in thousands of dollars)

	1970 actual	1971 est.	1972 est.
Unfunded balance, start of year.....	345,626	415,056	470,056
Contract authority.....	170,000	170,000	170,000
Unfunded balance, end of year.....	-415,056	-470,056	-504,756
Appropriation to liquidate contract authority.....			
	100,570	115,000	135,300

Roads and trails are essential to protection and management of national forests and utilization of their resources.

The Federal-Aid Highway Act of 1970 provides authority of \$170 million each for 1972 and 1973. The authority is available for obligation a year in advance of the year for which authorized. This budget provides for utilization of \$137.2 million unused contract authority.

The 1972 program will involve the construction and reconstruction of about 1,500 miles of general purpose and recreation roads and timber access roads to harvest national forest timber. This compares with 1,324 miles built in 1970 and 1,529 miles being built in 1971.

Of the revenues received annually from national forest activities, 10 percent is available under the permanent appropriation Roads and trails for States, for construction and maintenance within the States from which such proceeds are derived. Such amounts are merged with this appropriation for obligational purposes.

Object Classification (in thousands of dollars)

Identification code 05-96-2262-0-1-402	1970 actual	1971 est.	1972 est.
FOREST SERVICE			
Personnel compensation:			
11.1 Permanent positions.....	44,125	45,942	46,455
11.3 Positions other than permanent.....	18,306	18,884	19,650
11.5 Other personnel compensation.....	1,303	1,285	1,301
Total personnel compensation.....	63,734	66,111	67,406
12.1 Personnel benefits: Civilian employees.....	5,405	5,638	5,730
13.0 Benefits for former personnel.....	6	-----	-----
21.0 Travel and transportation of persons.....	2,885	3,098	3,200
22.0 Transportation of things.....	4,488	4,460	5,000
23.0 Rent, communications, and utilities.....	1,900	1,879	2,000
24.0 Printing and reproduction.....	429	485	500
25.0 Other services.....	16,700	18,640	19,500
26.0 Supplies and materials.....	5,463	5,030	6,000
31.0 Equipment.....	2,507	2,283	3,000
32.0 Lands and structures.....	50,595	58,393	56,944
42.0 Insurance claims and indemnities.....	15	9	-----
Subtotal.....	154,127	166,026	169,280
95.0 Quarters and subsistence charges.....	-295	-295	-300
Total obligations, Forest Service..	153,832	165,731	168,980

ALLOTMENT TO DEPARTMENT OF
TRANSPORTATION

Personnel compensation:				
11.1	Permanent positions.....	383	402	422
11.3	Positions other than permanent.....	12	12	13
11.5	Other personnel compensation.....	30	32	33
		<hr/>	<hr/>	<hr/>
	Total personnel compensation.....	425	446	468
12.1	Personnel benefits: Civilian employees..	37	38	40
13.0	Benefits for former personnel.....	1	1	1
21.0	Travel and transportation of persons..	132	132	132
22.0	Transportation of things.....	19	19	19
23.0	Rent, communications, and utilities....	5	5	5
25.0	Other services.....	231	231	231
26.0	Supplies and materials.....	3	3	3
32.0	Land and structures.....	415	3,172	121
		<hr/>	<hr/>	<hr/>
	Total obligations, Department of Transportation.....	1,268	4,047	1,020
		<hr/>	<hr/>	<hr/>
99.0	Total obligations.....	155,100	169,778	170,000

Personnel Summary

FOREST SERVICE			
Total number of permanent positions-----	4,698	4,714	4,728
Full-time equivalent of other positions-----	3,045	3,042	3,119
Average number of all employees-----	7,320	7,391	7,481
Average GS grade-----	8.1	8.2	8.2
Average GS salary-----	\$10,830	\$11,101	\$11,268
Average salary of ungraded positions-----	\$8,415	\$8,523	\$8,523

ALLOTMENT TO TRANSPORTATION,
FEDERAL HIGHWAY ADMINISTRATION

	Total number of permanent positions.....	40	40	40
	Full-time equivalent of other positions.....	3	3	3
	Average number of all employees.....	41	41	41
	Average GS grade.....	7.5	7.6	7.6
	Average GS salary.....	\$10,137	\$10,335	\$10,478

ACQUISITION OF LANDS FOR NATIONAL FORESTS

SPECIAL ACTS

For acquisition of land to facilitate the control of soil erosion and flood damage originating within the exterior boundaries of the following national forests, in accordance with the provisions of the following Acts, authorizing annual appropriations of forest receipts for such purposes, and in not to exceed the following amounts from such receipts, Cache National Forest, Utah, Act of May 11, 1938 (52 Stat. 347), as amended, \$20,000; Uinta and Wasatch National Forests, Utah, Act of August 26, 1935 (49 Stat. 866), as amended, \$20,000; Toiyabe National Forest, Nevada, Act of June 25, 1938 (52 Stat. 1205), as amended, \$8,000; Angeles National Forest, California, Act of June 11, 1940 (54 Stat. 299), \$32,000; in all, \$80,000: *Provided*, That no part of this appropriation shall be used for acquisition of any land which is not within the boundaries of the national forests and/or for the acquisition of any land without the approval of the local government concerned. (*Department of the Interior and Related Agencies Appropriation Act, 1971.*)

Amounts Available for Appropriation (in thousands of dollars)

	1970 actual	1971 est.	1972 est.
Receipts.....	75	80	80
Unobligated balances returned to unappropriated receipts.....	5	-----	-----
Total available for appropriation.....	80	80	80
Appropriation.....	-80	-80	-80
Unappropriated balance, end of year.....	-----	-----	-----

Program and Financing (in thousands of dollars)

Identification code 05-96-5208-0-2-402	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Cache National Forest, Utah.....	7	22	20
2. Uinta and Wasatch National Forests, Utah.....	-----	24	20
3. Toiyabe National Forest, Nevada.....	20	8	8
4. Angeles National Forest, California.....	27	21	32
5. Cleveland National Forest, California.....	26	5	-----
Total program costs, funded ¹	80	80	80
Change in selected resources ²	-5	-----	-----
10 Total obligations.....	75	80	80
Financing:			
25 Unobligated balance lapsing.....	5	-----	-----
40 Budget authority (appropriation) (special fund).....	80	80	80
Relation of obligations to outlays:			
71 Obligations incurred, net.....	75	80	80
72 Obligated balance, start of year.....	56	51	51
74 Obligated balance, end of year.....	-51	-51	-51
90 Outlays.....	80	80	80

¹ Includes capital outlay as follows: 1970, \$79 thousand; 1971, \$79 thousand; 1972, \$79 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$56 thousand; 1970, \$51 thousand; 1971, \$51 thousand; 1972, \$51 thousand.

On the basis of agreements with certain counties in Utah, Nevada, and California, national forest receipts, including the portions which would normally be paid to county road and school funds, are used for purchase by the Government of privately owned lands within the national forests to aid in the control of soil erosion and flood damage.

Object Classification (in thousands of dollars)

Identification code 05-96-5208-0-2-402	1970 actual	1971 est.	1972 est.
11.1 Personnel compensation: Permanent positions.....	1	1	1
32.0 Lands and structures.....	74	79	79
99.0 Total obligations.....	75	80	80

ACQUISITION OF LANDS TO COMPLETE LAND EXCHANGES

For acquisition of lands in accordance with the Act of December 4, 1967 (16 U.S.C. 484a), to remain available until expended, \$26,035, to be derived from deposits by public school authorities under said Act.

Amounts Available for Appropriation (in thousands of dollars)

	1970 actual	1971 est.	1972 est.
Unappropriated balance, start of year.....	-----	-----	27
Revenue.....	-----	27	-----
Total available for appropriation.....	-----	27	27
Appropriation.....	-----	-----	-26
Unappropriated balance, end of year.....	-----	27	1

Program and Financing (in thousands of dollars)

Identification code 05-96-5216-0-2-402	1970 actual	1971 est.	1972 est.
Program by activities:			
10 Acquisition of land in California (program costs, funded) (object class 32.0).....	-----	-----	26
Financing:			
40 Budget authority (proposed appropriation).....	-----	-----	26

General and special funds—Continued

ACQUISITION OF LANDS TO COMPLETE LAND EXCHANGES—Con.

Program and Financing (in thousands of dollars)—Continued

Identification code 05-96-5216-0-2-402	1970 actual	1971 est.	1972 est.
Relation of obligations to outlays:			
71 Obligations incurred, net.....	-----	-----	26
90 Outlays.....	-----	-----	26

Deposits made by public school districts or public school authorities to provide for cash equalization of certain land exchanges are, when appropriated, used to acquire similar lands suitable for national forest system purposes in the same State as the national forest lands conveyed in the exchange (16 U.S.C. 484a).

ASSISTANCE TO STATES FOR TREE PLANTING

For expenses necessary to carry out section 401 of the Agricultural Act of 1956, approved May 28, 1956 (16 U.S.C. 568e), ["\$1,000,000"] \$1,013,000, to remain available until expended. (Department of the Interior and Related Agencies Appropriation Act, 1971.)

Program and Financing (in thousands of dollars)

Identification code 05-96-1101-0-1-402	1970 actual	1971 est.	1972 est.
Program by activities:			
Tree planting assistance (program costs, funded).....	1,005	1,071	1,013
Change in selected resources ¹	10	-----	-----
10 Total obligations.....	1,015	1,071	1,013
Financing:			
21 Unobligated balance available, start of year	-73	-58	-----
24 Unobligated balance available, end of year	58	-----	-----
Budget authority.....	1,000	1,013	1,013
Budget authority:			
40 Appropriation.....	1,000	1,000	1,013
44.20 Proposed supplemental for civilian pay increase.....	-----	13	-----
Relation of obligations to outlays:			
71 Obligations incurred, net.....	1,015	1,071	1,013
72 Obligated balance, start of year.....	376	291	351
74 Obligated balance, end of year.....	-291	-351	-353
90 Outlays, excluding pay increase supplemental.....	1,100	1,000	1,009
91.20 Outlays from civilian pay act supplemental.....	-----	11	2

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$203 thousand; 1970, \$213 thousand; 1971, \$213 thousand; 1972, \$213 thousand.

To carry out section 401 of the Agricultural Act of 1956 (16 U.S.C. 568e-568g), assistance is given to the State forester or other State official, through technical advice and financial contribution, to carry out tree planting and reforestation work in accordance with plans submitted by the State and approved by the Secretary.

Object Classification (in thousands of dollars)

Identification code 05-96-1101-0-1-402	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions.....	186	213	217
11.3 Positions other than permanent.....	2	9	10
11.5 Other personnel compensation.....	1	-----	-----
Total personnel compensation.....	189	222	227

12.1 Personnel benefits: Civilian employees.....	15	18	19
21.0 Travel and transportation of persons.....	19	20	20
22.0 Transportation of things.....	2	2	2
23.0 Rent, communications, and utilities.....	1	1	1
24.0 Printing and reproduction.....	1	1	1
25.0 Other services.....	2	2	2
26.0 Supplies and materials.....	-----	10	5
31.0 Equipment.....	-----	5	-----
41.0 Grants, subsidies, and contributions.....	786	790	736
99.0 Total obligations.....	1,015	1,071	1,013

Personnel Summary

Total number of permanent positions.....	15	16	16
Full-time equivalent of other positions.....	0	1	1
Average number of all employees.....	15	17	17
Average GS grade.....	8.1	8.2	8.2
Average GS salary.....	\$10,830	\$11,101	\$11,268
Average salary of ungraded positions.....	\$8,415	\$8,523	\$8,523

OTHER GENERAL FUNDS

Program and Financing (in thousands of dollars)

Identification code 05-96-9998-0-1-402	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Acquisition of lands for Uinta National Forest, Utah.....	-----	97	-----
2. Acquisition of lands for Wasatch National Forest, Utah.....	-----	250	-----
3. Acquisition of lands for Superior National Forest, Minnesota.....	1	31	-----
4. Acquisition of lands for Cache National Forest, Utah.....	-----	11	-----
Total program costs, funded.....	2	389	-----
Change in selected resources ¹	12	-197	-----
10 Total obligations.....	14	192	-----
Financing:			
21 Unobligated balance available, start of year	-206	-192	-----
24 Unobligated balance available, end of year.....	192	-----	-----
Budget authority.....	-----	-----	-----
Relation of obligations to outlays:			
71 Obligations incurred, net.....	14	192	-----
72 Obligated balance, start of year.....	198	197	-----
74 Obligated balance, end of year.....	-197	-----	-----
90 Outlays.....	15	389	-----
Distribution of outlays by account:			
Acquisition of lands for Uinta National Forest.....	-----	97	-----
Acquisition of lands for Wasatch National Forest.....	-----	250	-----
Acquisition of lands for Superior National Forest.....	1	31	-----
Acquisition of lands for Cache National Forest.....	-----	11	-----
Access roads.....	13	-----	-----

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$185 thousand; 1970, \$197 thousand; 1971, \$0; 1972, \$0.

1. *Acquisition of lands for Uinta National Forest, Utah.*—79 Stat. 899, approved October 1, 1965, provided authorization for the appropriation of \$300 thousand for purchase of nonfederally owned land to promote the control of floods and the reduction of soil erosion through restoration of adequate vegetative cover. The full amount of this authorization was appropriated in fiscal year 1967.

2. *Acquisition of lands for Wasatch National Forest, Utah.*—76 Stat. 545, approved September 14, 1962, added some 24,000 acres to the Wasatch National Forest and

authorized the appropriation of \$400 thousand for purchase of privately owned lands within the area to aid in the control of floods and reduction of soil erosion. The 1965 appropriation completed the authorization.

3. *Acquisition of lands for Superior National Forest, Minnesota.*—The authorization for the purchase of land within this forest was increased to \$4.5 million (16 U.S.C. 577c-577h). The 1963 appropriation completed the authorization for acquisition of the remaining tracts.

4. *Acquisition of lands for Cache National Forest, Utah.*—Lands are acquired to enable control and minimization of soil erosion and flood damage.

Object Classification (in thousands of dollars)

Identification code 05-96-9998-0-1-402	1970 actual	1971 est.	1972 est.
11.1 Personnel compensation: Permanent positions.....	1	-----	-----
25.0 Other services.....	1	-----	-----
32.0 Lands and structures.....	12	192	-----
99.0 Total obligations.....	14	192	-----

ALLOCATIONS AND ALLOTMENTS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allocations or allotments from other accounts are included in the schedule of the parent appropriations, as follows:

Agriculture:

Agricultural Stabilization and Conservation Service: "Expenses."

Rural Community Development Service: "Salaries and Expenses."

Soil Conservation Service:

"Flood prevention."

"Watershed planning."

"Works of improvement."

"River basin surveys and investigations."

"Resource conservation and development."

Funds appropriated to the President:

"Office of Economic Opportunity."

"Appalachian regional development programs, executive."

Commerce: Economic Development Assistance, "Development Facilities."

Interior:

Bureau of Land Management, "Oregon and California grant lands."

Bureau of Outdoor Recreation, "Land and water conservation fund."

Transportation: Federal Highway Administration, "Federal-Aid Highways Trust Fund."

ADMINISTRATIVE PROVISIONS, FOREST SERVICE

Appropriations to the Forest Service for the current fiscal year shall be available for: (a) purchase of not to exceed one hundred and [ninety] *seventy-one* passenger motor vehicles of which one hundred and [seventy] *fifty* shall be for replacement only, and hire of such vehicles; operation and maintenance of aircraft and the purchase of not to exceed four for replacement only; (b) employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$25,000 for employment under 5 U.S.C. 3109; (c) uniforms, or allowances therefor, as authorized by law (5 U.S.C. 5901-5902); (d) purchase, erection, and alteration of buildings and other public improvements (7 U.S.C. 2250); (e) expenses of the National Forest Reservation Commission as authorized by section 14 of the Act of March 1, 1911 (16 U.S.C. 514); and (f) acquisition of land and interests therein for sites for administrative and not to exceed \$75,000 for research purposes, pursuant to the Act of August 3, 1956 (7 U.S.C. 428a).

Except to provide materials required in or incident to research or experimental work where no suitable domestic product is available, no part of the funds appropriated to the Forest Service shall be expended in the purchase of twine manufactured from commodities or materials produced outside of the United States.

Funds appropriated under this Act shall not be used for acquisition of forest lands under the provisions of the Act approved March 1, 1911, as amended (16 U.S.C. 513-519, 521), where such land is not within the boundaries of an established national forest or purchase unit. (*Department of the Interior and Related Agencies Appropriation Act, 1971.*)

FOREST SERVICE PERMANENT APPROPRIATIONS

Program and Financing (in thousands of dollars)

Identification code 05-96-9999-0-2-402	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Roads and trails for States, national forests fund.....	31,206	28,761	32,760
2. Brush disposal.....	11,159	16,039	17,330
3. Forest fire prevention.....	75	126	172
4. Restoration of forest lands and improvements.....	30	35	50
5. Payment to Minnesota.....	258	258	265
6. Payments to counties, national grasslands.....	506	513	513
7. Payments to school funds, Arizona and New Mexico.....	125	84	100
8. Payments to States, national forests fund.....	78,013	71,897	81,891
Total program costs, funded ¹	121,372	117,713	133,081
Change in selected resources ²	209	91	50
10 Total obligations.....	121,581	117,804	133,131
Financing:			
21 Unobligated balance available, start of year.....	-16,521	-17,961	-14,638
24 Unobligated balance available, end of year.....	17,961	14,638	11,221
60 Budget authority (appropriation) (permanent, indefinite, special funds).....	123,022	114,481	129,714
Distribution of budget authority by account:			
Roads and trails for States, national forests fund.....	31,206	28,761	32,760
Brush disposal.....	12,777	12,800	14,000
Forest fire prevention.....	109	133	135
Restoration of forest lands and improvements.....	28	35	50
Payment to Minnesota.....	258	258	265
Payments to counties, national grasslands.....	506	513	513
Payments to school funds, Arizona and New Mexico.....	125	84	100
Payments to States, national forests fund.....	78,013	71,897	81,891
Relation of obligations to outlays:			
71 Obligations incurred, net.....	121,581	117,804	133,131
72 Obligated balance, start of year.....	1,343	2,012	3,252
74 Obligated balance, end of year.....	-2,012	-3,252	-4,637
90 Outlays.....	120,913	116,564	131,746
Distribution of outlays by account:			
Roads and trails for States, national forests fund.....	31,206	28,761	32,760
Brush disposal.....	10,911	14,475	16,000
Forest fire prevention.....	96	121	168
Restoration of forest lands and improvements.....	28	35	49
Payment to Minnesota.....	258	258	265
Payments to counties, national grasslands.....	506	513	513
Payments to school funds, Arizona and New Mexico.....	125	84	100
Payments to States, national forests fund.....	77,783	72,317	81,891

¹ Includes capital outlay as follows: 1970, \$235 thousand; 1971, \$316 thousand; 1972, \$340 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$582 thousand; 1970, \$791 thousand; 1971, \$882 thousand; 1972, \$932 thousand.

1. *Roads and trails for States, national forests fund.*—With minor exceptions, 10% of the money received from the national forests is advanced to and merged with the appropriation Forest roads and trails for construction and maintenance of roads and trails within the State from which such proceeds are derived (16 U.S.C. 501).

General and special funds—Continued

FOREST SERVICE PERMANENT APPROPRIATIONS—Continued

2. *Brush disposal.*—Payments made for this purpose by purchasers of national forest timber are used to dispose of or treat slash and other debris that result from cutting operations (16 U.S.C. 490).

3. *Forest fire prevention.*—Fees for the use of the character "Smokey Bear" by private enterprises are collected under regulations promulgated by the Secretary and are available for furthering the nationwide forest fire prevention campaign (18 U.S.C. 711).

4. *Restoration of forest lands and improvements.*—Funds received from settlement of claims involving damage to lands or improvements and from forfeiture of deposits and bonds by permittees and timber purchasers are used for the restoration made necessary by the action which led to the settlement or forfeiture (16 U.S.C. 579c).

5. *Payment to Minnesota.*—At the close of each fiscal year the State of Minnesota is paid 0.75% of the appraised value of certain Superior National Forest lands in the counties of Cook, Lake, and St. Louis for distribution to these counties (16 U.S.C. 577g).

6. *Payments to counties, national grasslands.*—Of the revenues received from the use of national grasslands, 25% is paid to the counties in which such land is situated for school and road purposes (7 U.S.C. 1012).

7. *Payments to school funds, Arizona and New Mexico.*—The States of Arizona and New Mexico are paid a share of the national forest receipts for school purposes (36 Stat. 562, 573).

8. *Payments to States, national forests fund.*—With minor exceptions, 25% of the money received from the national forests is paid to the States for public schools and roads of the county in which such forests are situated (16 U.S.C. 500).

Object Classification (in thousands of dollars)

Identification code 05-96-9999-0-2-402	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions.....	3,974	5,202	5,800
11.3 Positions other than permanent.....	3,020	3,932	4,395
11.5 Other personnel compensation.....	449	560	550
11.8 Special personal service payments.....	1		
Total personnel compensation.....	7,444	9,694	10,745
12.1 Personnel benefits: Civilian employees.....	544	711	805
21.0 Travel and transportation of persons.....	83	116	135
22.0 Transportation of things.....	550	686	1,000
23.0 Rent, communications, and utilities.....	208	274	350
24.0 Printing and reproduction.....	20	30	50
25.0 Other services.....	33,125	32,671	35,853
26.0 Supplies and materials.....	389	494	750
31.0 Equipment.....	293	358	500
32.0 Lands and structures.....	123	140	300
41.0 Grants, subsidies, and contributions.....	78,902	72,752	82,769
42.0 Insurance claims and indemnities.....	4	4	4
44.0 Refunds.....	3	4	
Subtotal.....	121,688	117,934	133,261
95.0 Quarters and subsistence charges.....	-107	-130	-130
99.0 Total obligations.....	121,581	117,804	133,131

Personnel Summary

Total number of permanent positions.....	482	556	619
Full-time equivalent of other positions.....	506	647	709
Average number of all employees.....	915	1,170	1,282
Average GS grade.....	8.1	8.2	8.8
Average GS salary.....	\$10,830	\$11,101	\$11,263
Average salary of ungraded positions.....	\$8,415	\$8,523	\$8,525

Intragovernmental funds:

WORKING CAPITAL FUND

Program and Financing (in thousands of dollars)

Identification code 05-96-4605-0-4-402	1970 actual	1971 est.	1972 est.
Program by activities:			
Operating costs, funded:			
1. Equipment service.....	15,984	15,983	16,598
2. Aircraft service.....	876	1,006	997
3. Supply service.....	3,116	3,132	3,154
4. Nurseries.....	2,394	2,731	2,826
Total operating costs.....	22,370	22,852	23,575
Capital outlay, funded:			
1. Equipment service.....	6,794	7,207	7,336
2. Aircraft service.....	2	27	
3. Supply service.....	48	12	80
4. Nurseries.....	26	1	6
Total capital outlay.....	6,870	7,247	7,422
Total program costs, funded.....	29,240	30,099	30,997
Change in selected resources ¹	1,767	-585	-305
Less inventory received at no cost.....	-137		
Working capital realized by writeoff of liabilities.....	-158		
10 Total obligations.....	30,712	29,514	30,692
Financing:			
Receipts and reimbursements from:			
11 Federal funds:			
Revenue:			
Equipment service.....	-19,999	-21,497	-22,303
Aircraft service.....	-817	-1,057	-1,098
Supply service.....	-2,987	-3,285	-3,304
Nurseries.....	-2,752	-2,877	-2,939
Income provision for increased cost of equipment replacement.....	-864	-1,096	-1,242
Increase (-) or decrease in unfilled customer orders.....	149	-9	-2
Other working capital assumed.....	-9		
14 Non-Federal sources:			
Proceeds from sale of equipment and other assets.....	-1,391	-1,397	-1,343
21 Unobligated balance available, start of year.....	-2,620	-578	-2,282
24 Unobligated balance available, end of year.....	578	2,282	3,821
Budget authority.....			
Relation of obligations to outlays:			
71 Obligations incurred, net.....	2,042	-1,704	-1,539
72 Obligated balance, start of year.....	8,375	8,385	7,840
74 Obligated balance, end of year.....	-8,385	-7,840	-7,403
90 Outlays.....	2,032	-1,159	-1,102

¹ Balances of selected resources are identified on the statement of financial condition.

The Working capital fund was established by the act of August 3, 1956 (16 U.S.C. 579b), as amended by the act of October 23, 1962 (16 U.S.C. 579b). It is a self-sustaining revolving fund which provides services to national forests, experiment stations, and when necessary, to other Federal agencies, and as provided by law to State and private agencies and persons who cooperate with the Forest Service in fire control and other authorized programs.

The following services were provided by the Working capital fund in fiscal year 1970:

1. *Equipment service.*—This service owns, operates, maintains, and replaces approximately 13,500 pieces of common use motor driven and similar equipment. This equipment is rented to a total of 146 administrative units; i.e., national forests, experiment stations and other units,

and in some cases to other agencies, at rates which recover the cost of operation, repair and maintenance, management, and depreciation. The rates also include an increment which provides additional cash which when added to depreciation earnings and the residual value of equipment provides sufficient funds to replace the equipment. This service operates 93 repair shops.

2. *Aircraft service.*—This service operates and maintains 57 Forest Service-owned aircraft used in fire surveillance and suppression and in other Forest Service programs. The aircraft are based at 16 locations and are rented to national forests, experiment stations, and in some cases to other agencies, at rates which recover the cost of operation, maintenance, repair, and improvements in the airworthiness of the aircraft. Replacement costs and the costs of additional aircraft are financed prorata by benefiting Forest Service appropriations. This service operates three aircraft maintenance shops.

3. *Supply service.*—This service operates the following common services:

(a) *Central supply.*—This service has two locations for procurement, warehousing, and supply of common use items, such as work project tools, provisions, and supplies. Grass seed is procured, stored, and issued from two other locations. Issuances and sales are made to national forests, experiment stations, and others at prices which recover cost.

(b) *Photo reproduction.*—Six photo reproduction laboratories store, reproduce, and supply aerial photographs, aerial maps, and other photographs of national forest lands. The photographic reproductions are sold to national forests, experiment stations, and others at cost.

(c) *Sign shop.*—These include seven small shops which manufacture and supply special signs for the national forests for use in regulating traffic and as information to the public and other users of the national forests. The signs are sold to national forests and experiment stations at cost.

(d) *Subsistence.*—There are 27 facilities which prepare and serve meals at cost to Forest Service work crews working in remote areas where adequate public restaurant facilities are not available.

(e) *Cribbing.*—This facility is located on the Angeles National Forest, Calif., to manufacture special concrete structural material used in embankments for erosion control purposes along access roads in the national forests. This material is sold to national forests at prices which recover costs.

4. *Nurseries.*—This service operates 13 forest tree nurseries and cold storage facilities for storage of tree and seed stock and one seed extractory. Tree seed is procured, cleaned, bagged, and stored in refrigerated facilities. Tree and seed stock is sold to national forests, States, and other Federal agencies at cost.

VOLUME OF BUSINESS FOR THE VARIOUS MAJOR ACTIVITIES OF THE WORKING CAPITAL FUND

[In thousands of dollars]

	1970 actual	1971 estimate	1972 estimate
Equipment service.....	20,863	22,593	23,545
Aircraft service.....	974	1,057	1,098
Supply service.....	2,987	3,285	3,304
Nursery service.....	2,752	2,877	2,939
Total.....	27,576	29,812	30,886

The Working capital fund requires no cash appropriation. Initially, its assets were purchased by regular Forest Service appropriations and were donated to the fund.

Where expansion of facilities is required that expansion is financed by Forest Service regular appropriations and the resulting assets are donated to the fund.

Our objective over the long run is to operate the fund on a break-even basis; i.e., with income and costs approximately equal. However, certain earnings in excess of current costs are required to replace equipment in a rising economy.

An analysis of retained earnings for each of the 4 years follows. This analysis shows:

ANALYSIS OF RETAINED EARNINGS

[In thousands of dollars]

	Actual through June 30, 1969	Actual through June 30, 1970	Estimated through June 30, 1971	Estimated through June 30, 1972
Earnings invested in equipment.....	7,984	8,376	9,777	11,790
Earnings reserved for future equipment acquisitions.....	757	410	950	1,000
Total earnings.....	8,741	8,786	10,727	12,790

Revenue and Expense (in thousands of dollars)

	1970 actual	1971 est.	1972 est.
Equipment service:			
Revenue.....	19,999	21,497	22,303
Expense.....	-20,792	-21,013	-21,779
Net operating income or loss, equipment service.....	-793	484	524
Aircraft service:			
Revenue.....	817	1,057	1,098
Expense.....	-895	-1,014	-1,005
Net operating income, aircraft service.....	-78	43	93
Supply service:			
Revenue.....	2,987	3,285	3,304
Expense.....	-3,164	-3,215	-3,247
Net operating income or loss, supply service.....	-177	70	57
Nurseries:			
Revenue.....	2,752	2,877	2,939
Expense.....	-2,720	-2,805	-2,920
Net operating income, nurseries.....	32	72	19
Nonoperating income or loss (-):			
Proceeds from sale of equipment.....	1,380	1,397	1,343
Net book value of assets sold.....	-1,353	-1,221	-1,215
Net gain from sale of equipment.....	27	176	128
Net loss from sale of other assets.....	-6		
Income provision for increased cost of equipment replacements.....	864	1,096	1,242
Net nonoperating income.....	885	1,272	1,370
Net income or loss for the year.....	-131	1,941	2,063

Financial Condition (in thousands of dollars)

	1969 actual	1970 actual	1971 est.	1972 est.
Assets:				
Treasury balance.....	10,995	8,963	10,122	11,224
Accounts receivable, net.....	1,326	1,717	1,639	1,672
Selected assets:¹				
Deferred charges, etc.....	12	22	13	14
Inventories.....	6,293	6,430	6,430	6,430
Fixed assets, net.....	29,499	31,155	33,162	35,467
Total assets.....	48,125	48,287	51,366	54,807

¹ The "Change in selected resources" entry on the program and financing schedule relates to these items.

Intragovernmental funds—Continued

WORKING CAPITAL FUND—Continued

Financial Condition (in thousands of dollars)—Continued

	1969 actual	1970 actual	1971 est.	1972 est.
Liabilities:				
Current.....	5,660	4,292	4,253	4,158
Government equity:				
Obligations:				
Unpaid undelivered orders ¹	4,248	5,868	5,293	4,986
Unobligated balance.....	2,620	578	2,282	3,821
Unfilled customer orders.....	-207	-58	-67	-69
Total funded balance.....	6,661	6,388	7,508	8,738
Invested capital and earnings.....	35,804	37,607	39,605	41,911
Total Government equity.....	42,465	43,995	47,113	50,649

¹ The "Change in selected resource" entry on the program and financing schedule relates to these items.

Analysis of Changes in Government Equity (in thousands of dollars)

	1970 actual	1971 est.	1972 est.
Non-interest-bearing capital:			
Start of year.....	33,724	35,209	36,386
Donated assets during the year:			
Fixed assets.....	1,259	1,177	1,473
Working capital, net.....	226		
End of year.....	35,209	36,386	37,859
Retained earnings:			
Start of year.....	8,741	8,786	10,727
Net income for the year.....	-131	1,941	2,063
Other adjustments.....	176		
End of year.....	8,786	10,727	12,790

Object Classification (in thousands of dollars)

Identification code 05-96-4605-0-4-402	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions.....	7,079	7,294	7,295
11.3 Positions other than permanent.....	2,322	2,385	2,385
11.5 Other personnel compensation.....	203	200	200
11.8 Special personal service payments.....	7	54	55
Total personnel compensation.....	9,611	9,933	9,935
12.1 Personnel benefits: Civilian employees.....	779	821	825
13.0 Benefits for former personnel.....	6	1	5
21.0 Travel and transportation of persons.....	196	206	210
22.0 Transportation of things.....	211	225	250
23.0 Rent, communications, and utilities.....	499	509	510
24.0 Printing and reproduction.....	24	25	25
25.0 Other services.....	2,527	2,591	3,150
26.0 Supplies and materials.....	9,095	8,497	9,000
31.0 Equipment.....	7,781	6,724	6,800
32.0 Lands and structures.....	21	21	25
42.0 Insurance claims and indemnities.....	1	1	1
44.0 Refunds.....		1	1
Subtotal.....	30,751	29,555	30,737
95.0 Quarters and subsistence charges.....	-39	-41	-45
99.0 Total obligations.....	30,712	29,514	30,692

Personnel Summary

Total number of permanent positions.....	833	822	822
Full-time equivalent of other positions.....	366	368	368
Average number of all employees.....	1,141	1,151	1,151
Average GS grade.....	8.1	8.2	8.2
Average GS salary.....	\$10,830	\$11,101	\$11,268
Average salary of ungraded positions.....	\$8,415	\$8,523	\$8,523

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

Identification code 05-96-3911-0-4-402	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Repair of equipment and sale of supplies, materials, equipment, and services to other activities of the Forest Service; the Departments of Agriculture, Transportation, the Interior, and Defense; Atomic Energy Commission; National Aeronautics and Space Administration; and other agencies.....	2,054	3,432	3,260
2. Construction and maintenance of roads, trails, and other improvements.....	720	1,000	1,000
3. Forest fire protection and suppression.....	1,408	1,900	1,900
4. Surveys, land appraisals, mapping, cruising timber, and preparation of timber management plans, snow scale readings, etc., on national forest and other lands.....	79	100	100
5. Insect and disease control.....	37	60	60
6. Forest research at experimental forests and ranges, and for foreign countries.....	1,505	1,550	1,550
7. Investigations at Forest Products Laboratory.....	148	200	200
8. Cooperation in forest fire control, forest management and processing, and forest tree planting.....	2,074	2,000	2,000
9. Defense preparedness planning.....	36	30	30
10. Agency for International Development.....	249	172	180
Total program costs, funded ¹	8,310	10,444	10,280
Change in selected resources ²	-50	26	
10 Total obligations.....	8,260	10,470	10,280

Financing:

Receipts and reimbursements from:			
11 Federal funds.....	-5,846	-7,076	-7,043
14 Non-Federal sources ³	-2,463	-3,205	-3,205
21 Unobligated balance available, start of year.....	-173	-221	-32
24 Unobligated balance available, end of year.....	221	32	

Budget authority.....

Relation of obligations to outlays:			
71 Obligations incurred, net.....	-48	189	32
72 Obligated balance, start of year.....	165	56	5
74 Obligated balance, end of year.....	-56	-5	-5
90 Outlays.....	60	240	32

¹ Includes capital outlay as follows: 1970, \$449 thousand; 1971, \$450 thousand; 1972, \$450 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$580 thousand (1970 adjustment, -\$106 thousand); 1970, \$424 thousand; 1971, \$450 thousand; 1972, \$450 thousand.

³ Reimbursements from non-Federal sources are primarily for sale of equipment, supplies, and materials; costs of suppressing forest fires on State and private forest lands adjacent to, or intermingled with national forests under terms of written cooperative agreements (16 U.S.C. 572, 580, 580a); and sale of personal property (40 U.S.C. 481(c)).

Object Classification (in thousands of dollars)

Identification code 05-96-3911-0-4-402	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions.....	2,360	2,343	2,340
11.3 Positions other than permanent.....	1,408	1,643	1,640
11.5 Other personnel compensation.....	544	553	550
11.8 Special personal service payments.....	83	54	55
Total personnel compensation.....	4,395	4,593	4,585
12.1 Personnel benefits: Civilian employees.....	297	311	310
21.0 Travel and transportation of persons.....	245	284	285
22.0 Transportation of things.....	174	190	190
23.0 Rent, communications, and utilities.....	177	167	165
24.0 Printing and reproduction.....	32	14	15

25.0	Other services.....	2,211	3,662	3,480
26.0	Supplies and materials.....	574	870	870
31.0	Equipment.....	146	155	155
32.0	Lands and structures.....	36	259	260
41.0	Grants, subsidies, and contributions.....	2	-----	-----
44.0	Refunds.....	1	-----	-----
	Subtotal.....	8,290	10,505	10,315
95.0	Quarters and subsistence charges.....	-30	-35	-35
99.0	Total obligations.....	8,260	10,470	10,280

Personnel Summary

Total number of permanent positions.....	223	227	225
Full-time equivalent of other positions.....	259	301	298
Average number of all employees.....	482	528	523
Average GS grade.....	8.1	8.2	8.2
Average GS salary.....	\$10,830	\$11,101	\$11,268
Average salary of ungraded positions.....	\$8,415	\$8,523	\$8,523

Trust Funds**COOPERATIVE WORK (TRUST FUND)****Program and Financing (in thousands of dollars)**

Identification code 05-96-8028-0-7-402	1970 actual	1971 est.	1972 est.
Program by activities:			
1. Construction and maintenance of roads and trails.....	4,433	6,200	7,000
2. Construction and maintenance of other improvements.....	629	750	850
3. Protection of national forest and adjacent private land.....	2,943	3,500	3,500
4. Sale area betterment and scaling.....	25,770	34,539	36,539
5. Research investigations.....	881	950	900
6. Administration.....	28	30	30
7. Reforestation.....	22	50	50
8. Development, administration, and operation of Kerr Memorial Arboretum and Cradle of Forestry.....	1	1	1
9. Advance to forest protection and utilization for fighting forest fires.....	1,000	-----	-----
Total program costs, funded ¹	35,707	46,020	48,870
Change in selected resources ²	1,957	850	-----
10 Total obligations.....	37,665	46,870	48,870
Financing:			
17 Recovery of prior year obligations.....	-----	-1,000	-----
21 Unobligated balance available, start of year.....	-57,923	-58,314	-57,194
24 Unobligated balance available, end of year.....	58,314	57,194	53,324
60 Budget authority (appropriation) (permanent).....	38,056	44,750	45,000
Relation of obligations to outlays:			
71 Obligations incurred, net.....	37,665	45,870	48,870
72 Obligated balance, start of year.....	3,898	6,914	6,002
74 Obligated balance, end of year.....	-6,914	-6,002	-8,090
90 Outlays.....	34,649	46,782	46,782

¹ Includes capital outlay as follows: 1970, \$16,794 thousand; 1971, \$20,000 thousand; 1972, \$22,000 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1969, \$2,193 thousand; 1970, \$4,150 thousand; 1971, \$5,000 thousand; 1972, \$5,000 thousand.

Advances, including deposits from purchasers of timber, are received and used for cooperative work in forest investigations, protection, and improvement of the national forests; and protection, reforestation, and administration of private lands adjacent to national forests (16 U.S.C. 490, 498, 572, 572a, 576b, 581; 31 U.S.C. 725s; 78 Stat. 1089).

Object Classification (in thousands of dollars)

Identification code 05-96-8028-0-7-402	1970 actual	1971 est.	1972 est.
Personnel compensation:			
11.1 Permanent positions.....	12,244	13,837	14,325
11.3 Positions other than permanent.....	6,752	7,654	8,000
11.5 Other personnel compensation.....	417	485	500
11.8 Special personal service payments.....	3	-----	-----
Total personnel compensation.....	19,416	21,976	22,825
12.1 Personnel benefits: Civilian employees.....	1,537	1,815	1,895
13.0 Benefits for former personnel.....	5	-----	-----
21.0 Travel and transportation of persons.....	277	353	375
22.0 Transportation of things.....	1,189	1,480	1,500
23.0 Rent, communications, and utilities.....	435	552	575
24.0 Printing and reproduction.....	42	52	60
25.0 Other services.....	6,559	10,459	10,045
26.0 Supplies and materials.....	2,988	3,930	4,500
31.0 Equipment.....	523	658	700
32.0 Lands and structures.....	4,256	5,204	6,000
42.0 Insurance claims and indemnities.....	3	5	5
44.0 Refunds.....	614	586	600
Subtotal.....	37,844	47,070	49,080
95.0 Quarters and subsistence charges.....	-179	-200	-210
99.0 Total obligations.....	37,665	46,870	48,870

Personnel Summary

Total number of permanent positions.....	1,412	1,499	1,546
Full-time equivalent of other positions.....	1,133	1,252	1,290
Average number of all employees.....	2,426	2,653	2,737
Average GS grade.....	8.1	8.2	8.2
Average GS salary.....	\$10,830	\$11,101	\$11,268
Average salary of ungraded positions.....	\$8,415	\$8,523	\$8,523

Legislative Program

Proposed for separate transmittal, proposed legislation :

RURAL ELECTRIFICATION ADMINISTRATION**RURAL TELEPHONE BANK****Program and Financing (in thousands of dollars)**

Identification code 05-56-3198-2-1-352	1970 actual	1971 est.	1972 est.
Program by activities:			
Operating costs, funded:			
1. Administrative expenses.....	-----	-----	120
2. Interest on debentures.....	-----	-----	2,447
3. Dividends:	-----	-----	-----
(a) Class A stock.....	-----	-----	50
(b) Class C stock.....	-----	-----	53
Total operating costs, funded.....	-----	-----	2,670
Capital outlay: Loans.....	-----	-----	6,000
Change in selected resources ¹	-----	-----	88,500
10 Total obligations.....	-----	-----	97,170
Financing:			
14 Receipts and reimbursements from:	-----	-----	-----
Non-Federal sources:	-----	-----	-----
Interest receipts.....	-----	-----	-780
Investment income.....	-----	-----	-1,890
Sale of capital stock.....	-----	-----	-6,000
24.48 Unobligated balance available, end of year.....	-----	-----	229,500
Budget authority.....	-----	-----	318,000
Budget authority:			
40 Appropriation.....	-----	-----	30,000
48 Authority to spend agency debt receipts.....	-----	-----	288,000

¹ Selected resources as of June 30 are as follows: Undisbursed loan obligations, 1972, \$88,500 thousand.

Proposed for separate transmittal, proposed legislation—Continued

RURAL TELEPHONE BANK—Continued

Program and Financing (in thousands of dollars)—Continued

Identification code 05-56-3198-2-1-352	1970 actual	1971 est.	1972 est.
Relation of obligations to outlays:			
71 Obligations incurred, net.....			88,500
74.98 Obligated balance, end of year:			
Fund balance.....			-88,500
90 Outlays.....			

Legislation will be proposed to amend the Rural Electrification Act of 1936, as amended, to provide an additional source of capital for the rural telephone program as a supplement to the present REA loan program. A rural telephone bank would be established and capitalized initially by Government purchase of class A stock to be financed from amounts appropriated from net collection proceeds in the rural telephone program. The bank would obtain additional funds from non-Federal sources through the sale of class B and class C stock to borrowers and the sale of debentures, to be authorized at up to eight times paid-in capital, on the open market. Loans by the bank would be made to supplement loans to borrowers able to pay higher interest rates. S. 3387 passed the Senate the second session of the 91st Congress, and a similar bill, H.R. 7, was pending in the House Rules Committee. The establishment of the bank would require an annual appropriation of as much as \$30 million for purchase of class A stock by the Government. It is estimated that the bank would obtain an additional \$6 million in capital in 1972 from the sale of class B and class C stock to borrowers. It is estimated that the Bank will borrow \$58.5 million from public investors during fiscal year 1972.

Proposed for separate transmittal, proposed legislation:

FARMERS HOME ADMINISTRATION

DIRECT LOAN ACCOUNT

Program and Financing (in thousands of dollars)

Identification code 05-60-4220-2-3-351	1970 actual	1971 est.	1972 est.
Program by activities:			
10 Operating loans (capital outlay, funded—obligations).....			-275,000
Financing:			
24 Unobligated balance available, end of year: Fund balance.....			275,000
Budget authority.....			
Relation of obligations to outlays:			
71 Obligations incurred, net.....			-275,000
90 Outlays.....			-275,000

Under proposed legislation, 1972.—Legislation has been proposed to insure operating loans. If this legislative proposal is approved, direct operating loans will be reduced by \$275 million.

Proposed for separate transmittal, proposed legislation:

AGRICULTURAL CREDIT INSURANCE FUND

Program and Financing (in thousands of dollars)

Identification code 05-60-4140-2-3-351	1970 actual	1971 est.	1972 est.
Program by activities:			
10 Loans made from fund for later sale (costs—obligations).....			345,000
Financing:			
14 Receipts and reimbursements from: Non-Federal sources: Sale of loans.....			-345,000
Budget authority.....			
Relation of obligations to outlays:			
71 Obligations incurred, net.....			
90 Outlays.....			

Under proposed legislation, 1972.—Legislation has been proposed to authorize the making of insured operating loans. If this legislation is enacted, insured loan levels will be increased by \$275 million. Legislation will be proposed to increase the interest rate for farm ownership loans from 5% to the market level. If enacted, the farm ownership loan program will increase by \$70 million.

GENERAL PROVISIONS

SEC. 501. Within the unit limit of cost fixed by law, appropriations and authorizations made for the Department under this Act shall be available for the purchase, in addition to those specifically provided for, of not to exceed six hundred and [sixty-two (662)] seventy-one (671) passenger motor vehicles, of which four hundred and [fifty-six (456)] sixty-one (461) shall be for replacement only, and for the hire of such vehicles.

SEC. 502. Provisions of law prohibiting or restricting the employment of aliens shall not apply to employment under the appropriation for the Foreign Agricultural Service.

SEC. 503. Funds available to the Department of Agriculture shall be available for uniforms or allowances therefor as authorized by law (5 U.S.C. 5901-5902).

SEC. 504. No part of the funds appropriated by this Act shall be used for the payment of any officer or employee of the Department who, as such officer or employee, or on behalf of the Department or any division, commission, or bureau thereof, issues, or causes to be issued, any prediction, oral or written, or forecast, except as to damage threatened or caused by insects and pests, with respect to future prices of cotton or the trend of same.

SEC. 505. Except to provide materials required in or incident to research or experimental work where no suitable domestic product is available, no part of the funds appropriated by this Act shall be expended in the purchase of twine manufactured from commodities or materials produced outside of the United States.

SEC. 506. Not less than \$1,500,000 of the appropriations of the Department for research and service work authorized by the Acts of August 14, 1946, July 28, 1954, and September 6, 1958 (7 U.S.C. 427, 1621-1629; 42 U.S.C. 1891-1893), shall be available for contracting in accordance with said Acts.

SEC. 507. No part of any appropriation contained in this Act shall remain available for obligation beyond the current fiscal year unless expressly so provided herein. (*Department of Agriculture and Related Agencies Appropriation Act, 1971.*)

DEPARTMENT OF AGRICULTURE

AGRICULTURAL RESEARCH SERVICE

CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE AGRICULTURAL RESEARCH SERVICE

	1970 actual	1971 est.	1972 est.
GRADES AND RANGES			
Executive level V, \$36,000.....	1	1	1
GS-18, \$35,505.....	4	4	4
GS-17, \$30,714 to \$34,810.....	8	8	9
GS-16, \$26,547 to \$33,627.....	20	22	21
GS-15, \$22,885 to \$29,752.....	359	399	417
GS-14, \$19,643 to \$25,538.....	626	746	783
GS-13, \$16,760 to \$21,791.....	1,267	1,143	1,107
GS-12, \$14,192 to \$18,449.....	1,680	1,627	1,660
GS-11, \$11,905 to \$15,478.....	1,192	1,133	1,126
GS-10, \$10,869 to \$14,127.....	4	4	4
GS-9, \$9,881 to \$12,842.....	1,554	1,567	1,545
GS-8, \$8,956 to \$11,647.....	11	11	11
GS-7, \$8,098 to \$10,528.....	2,060	2,088	2,062
GS-6, \$7,294 to \$9,481.....	270	257	257
GS-5, \$6,548 to \$8,510.....	1,601	1,607	1,598
GS-4, \$5,853 to \$7,608.....	1,200	1,179	1,177
GS-3, \$5,212 to \$6,778.....	433	417	417
GS-2, \$4,621 to \$6,007.....	53	54	53
GS-1, \$4,125 to \$5,358.....	6	6	6
Rates established by act of June 20, 1958 (5 U.S.C. 1161 (c)).....	13	13	13
Salaries established under the act of April 24, 1948 (21 U.S.C. 113a).....	4	5	5
Grades established under the foreign national pay plan:			
Mexico:			
FS-8, \$5,284 to \$6,265.....	1	1	1
FS-6, \$3,523 to \$4,448.....	2	2	2
FS-5, \$2,754 to \$3,595.....	33	33	33
FS-4, \$1,946 to \$2,786.....	5	5	5
FS-3, \$1,441 to \$2,002.....	6	6	6
FS-2, \$1,121 to \$1,537.....	1	1	1
Italy:			
FS-6, \$3,744 to \$4,821.....	1	1	1
France:			
FS-3, \$6,130 to \$7,806.....	2	2	2
FS-4, \$5,609 to \$7,284.....	1	1	1
FS-6, \$4,670 to \$6,266.....	1	1	1
FS-10, \$3,041 to \$4,284.....	2	2	2
Grades established by the Director, Agency for International Development, pursuant to Public Law 665:			
FC-1, \$33,609 to \$35,505.....	1	1	1
FC-2, \$26,358 to \$31,632.....	2	3	3
FC-3, \$20,888 to \$27,152.....	5	5	5
FC-4, \$16,760 to \$21,791.....	14	18	18
FC-5, \$13,618 to \$17,707.....	3	2	2
FC-7, \$10,088 to \$13,112.....	1	1	1
FC-9, \$8,115 to \$10,545.....	1	1	1
Ungraded positions at annual rates:			
\$19,643 and above.....	5	5	5
Less than \$19,643.....	164	158	158
Ungraded positions at hourly rates equivalent to less than \$19,643.....	2,010	2,042	2,042
Total permanent positions.....	14,626	14,581	14,566
Unfilled positions, June 30.....	-768	-833	-613
Total permanent employment, end of year.....	13,858	13,748	13,953

HIGHER LEVEL POSITIONS

Executive level V, \$36,000:			
Administrator.....	1	1	1
GS-18, \$35,505:			
Associate administrator for regulatory and control.....	1	1	1
Associate administrator for research.....	1	1	1
Deputy administrator for marketing and nutrition research.....	1	1	1
Director, science and education staff.....	1	1	1

HIGHER LEVEL POSITIONS—con.

GS-17, \$30,714 to \$34,810:			
Assistant administrator.....	1	1	1
Assistant deputy administrator for marketing and nutrition research.....	1	1	1
Associate director, science and education staff.....	1	1	1
Deputy administrator for administrative management.....	1	1	1
Deputy administrator for plant protection and quarantine.....	1	1	1
Deputy administrator, research division.....	1	2	3
Director, regulatory division.....	1	1	1
Director, research division.....	2	1	1
GS-16, \$26,547 to \$33,627:			
Agronomist.....	1	1	1
Assistant director, science and education staff.....	1	1	1
Assistant to associate administrator for research.....	2	2	2
Associate director, regulatory division.....	1	1	1
Associate director, research division.....	2	1	1
Biologist.....	1	1	1
Chief, research laboratory.....	5	5	5
Deputy administrator, research division.....	4	3	3
Director, regulatory division.....	2	5	5
Director, research division.....	1	1	1
Geneticist.....	1	1	1
Scientist advisor.....	1	1	1
Rates established by act of June 20, 1958 (5 U.S.C. 1161(c)):			
Chief scientist.....	1	1	1
Deputy administrator, marketing and nutrition research.....	1	1	1
Director, research division.....	9	8	8
Scientist advisor.....	2	4	4
Salaries established under the act of April 24, 1958 (21 U.S.C. 113a):			
Assistant director, research laboratory.....	1	1	1
Chief scientist.....	1	1	1
Director, research division.....	1	1	1
Director, research laboratory.....	2	2	2
Grades established by the Director, Agency for International Development, pursuant to Public Law 665:			
FC-1, \$33,609 to \$35,505:			
Soil scientist (management).....	1	1	1

COOPERATIVE STATE RESEARCH SERVICE

CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE COOPERATIVE STATE RESEARCH SERVICE

	1970 actual	1971 est.	1972 est.
GRADES AND RANGES			
Special position at rate equal to or in excess of \$35,505.....	1	1	1
GS-17, \$30,714 to \$34,810.....	1	1	1
GS-16, \$26,547 to \$33,627.....	3	3	3
GS-15, \$22,885 to \$29,752.....	22	26	26
GS-14, \$19,643 to \$25,538.....	23	18	24
GS-13, \$16,760 to \$21,791.....	4	3	3
GS-11, \$11,905 to \$15,478.....	1	1	1
GS-9, \$9,881 to \$12,842.....	5	5	6

GRADES AND RANGES—con.

GS-8, \$8,956 to \$11,647.....	1	1	1
GS-7, \$8,098 to \$10,528.....	9	10	10
GS-6, \$7,294 to \$9,481.....	7	9	8
GS-5, \$6,548 to \$8,510.....	28	30	31
GS-4, \$5,853 to \$7,608.....	5	3	3
GS-3, \$5,212 to \$6,778.....	2	2	2
Grades established by the Director, Agency for International Development:			
FC-1, \$33,609 to \$35,505.....	1	1	1
FC-2, \$26,358 to \$31,632.....	2	1	1
FC-4, \$16,760 to \$21,791.....	2	2	2
Total permanent positions.....	114	113	116
Unfilled positions, June 30.....	-24	-21	-24
Total permanent employment, end of year.....	90	92	92

HIGHER LEVEL POSITIONS

Special position at rate equal to or in excess of \$35,505:			
Administrator.....	1	1	1
GS-17, \$30,714 to \$34,810:			
Associate administrator.....	1	1	1
GS-16, \$26,547 to \$33,627:			
Assistant administrator.....	3	3	3
FC-1, \$33,609 to \$35,505:			
Soils advisor.....	1	1	1

EXTENSION SERVICE

CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE EXTENSION SERVICE

	1970 actual	1971 est.	1972 est.
GRADES AND RANGES			
GS-18, \$35,505.....	1	1	1
GS-17, \$30,714 to \$34,810.....	1	1	1
GS-16, \$26,547 to \$33,627.....	3	5	5
GS-15, \$22,885 to \$29,752.....	20	32	37
GS-14, \$19,643 to \$25,538.....	52	63	66
GS-13, \$16,760 to \$21,791.....	28	11	6
GS-12, \$14,192 to \$18,449.....	9	7	7
GS-11, \$11,905 to \$15,478.....	7	7	7
GS-10, \$10,869 to \$14,127.....	1	1	1
GS-9, \$9,881 to \$12,842.....	11	11	11
GS-8, \$8,956 to \$11,647.....	12	12	12
GS-7, \$8,098 to \$10,528.....	21	22	22
GS-6, \$7,294 to \$9,481.....	23	23	22
GS-5, \$6,548 to \$8,510.....	25	22	22
GS-4, \$5,853 to \$7,608.....	11	8	8
GS-3, \$5,212 to \$6,778.....	16	17	14
GS-2, \$4,621 to \$6,007.....	6	4	4
Grades established by the Agency for International Development comparable to GS grades:			
FC-3, \$20,888 to \$27,152.....	6	15	15
FC-4, \$16,760 to \$21,791.....	20	26	25
FC-5, \$13,618 to \$17,707.....	4	4	4
FC-6, \$11,245 to \$14,620.....	1	1	1
FC-7, \$10,088 to \$13,112.....	1	1	1
Ungraded.....	2	2	2
Total permanent positions.....	281	295	293
Unfilled positions, June 30.....	-15	-20	-18
Total permanent employment, end of year.....	266	275	275

HIGHER LEVEL POSITIONS

GS-18, \$35,505:			
Administrator.....	1	1	1
GS-17, \$30,714 to \$34,810:			
Associate administrator.....	1	1	1
GS-16, \$26,547 to \$33,627:			
Assistant administrator.....	3	5	5

FARMER COOPERATIVE SERVICE

CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE FARMER COOPERATIVE SERVICE

	1970 actual	1971 est.	1972 est.
GRADES AND RANGES			
GS-17, \$30,714 to \$34,810.....	1	1	1
GS-15, \$22,885 to \$29,752.....	15	12	14
GS-14, \$19,643 to \$25,538.....	15	11	12
GS-13, \$16,760 to \$21,791.....	18	24	21
GS-12, \$14,192 to \$18,449.....	8	12	12
GS-11, \$11,905 to \$15,478.....	7	9	9
GS-9, \$9,881 to \$12,842.....	5	5	5
GS-8, \$8,956 to \$11,647.....	3	3	3
GS-7, \$8,098 to \$10,528.....	5	5	5
GS-6, \$7,294 to \$9,481.....	10	9	9
GS-5, \$6,548 to \$8,510.....	8	8	8
GS-4, \$5,853 to \$7,608.....	9	8	8
GS-3, \$5,212 to \$6,778.....	3	3	3
GS-2, \$4,621 to \$6,007.....	1	1	1
Grades established by the Administrator, Agency for International Development:			
FC-3, \$20,888 to \$27,152.....	3	3	3
FC-4, \$16,760 to \$21,791.....	2	2	2
FC-5, \$13,618 to \$17,704.....	1		
Total permanent positions.....	114	116	116
Unfilled positions, June 30.....	-23	-16	-16
Total permanent employment, end of year.....	91	100	100
HIGHER LEVEL POSITIONS			
GS-17, \$30,714 to \$34,810:			
Administrator.....	1	1	1

SOIL CONSERVATION SERVICE

CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE SOIL CONSERVATION SERVICE

	1970 actual	1971 est.	1972 est.
GRADES AND RANGES			
Executive level V, \$36,000.....	1	1	1
GS-18, \$35,505.....	1	1	1
GS-17, \$30,714 to \$34,810.....	3	3	4
GS-16, \$26,547 to \$33,627.....	11	12	12
GS-15, \$22,885 to \$29,752.....	74	86	87
GS-14, \$19,643 to \$25,538.....	127	148	165
GS-13, \$16,760 to \$21,791.....	478	500	521
GS-12, \$14,192 to \$18,449.....	1,092	1,139	1,150
GS-11, \$11,905 to \$15,478.....	3,389	3,364	3,336
GS-10, \$10,869 to \$14,127.....	3	3	3
GS-9, \$9,881 to \$12,842.....	2,451	2,410	2,380
GS-8, \$8,956 to \$11,647.....	15	16	16
GS-7, \$8,098 to \$10,528.....	1,821	1,801	1,790
GS-6, \$7,294 to \$9,481.....	2,477	2,460	2,440
GS-5, \$6,548 to \$8,510.....	1,581	1,545	1,550
GS-4, \$5,853 to \$7,608.....	780	730	730
GS-3, \$5,212 to \$6,778.....	338	370	346
GS-2, \$4,621 to \$6,007.....	43	50	40
GS-1, \$4,125 to \$5,358.....	15	36	30
Grades established by the Administrator, Agency for International Development (75 Stat. 450):			
FC-2, \$26,358 to \$31,632.....	1	1	1
FC-3, \$20,888 to \$27,152.....	6	5	5
FC-4, \$16,760 to \$21,791.....	14	14	13
FC-5, \$13,618 to \$17,704.....	12	10	10
Ungraded.....	160	165	164
Total permanent positions.....	14,893	14,870	14,795
Unfilled positions, June 30.....	-396	-405	-327
Total permanent employment, end of year.....	14,497	14,465	14,468
HIGHER LEVEL POSITIONS			
Executive level V, \$36,000:			
Administrator.....	1	1	1
GS-18, \$35,505:			
Associate administrator.....	1	1	1
GS-17, \$30,714 to \$34,810:			
Deputy administrator.....	3	3	4
GS-16, \$26,547 to \$33,627:			
Assistant to deputy administrator.....	3	3	3
Deputy administrator.....	1	1	1
Division director.....	3	3	3
Field representative.....	4	4	4
State conservationist.....		1	1

ECONOMIC RESEARCH SERVICE

CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE ECONOMIC RESEARCH SERVICE

	1970 actual	1971 est.	1972 est.
GRADES AND RANGES			
GS-18, \$35,505.....	1	1	1
GS-17, \$30,714 to \$34,810.....	2	2	2
GS-16, \$26,547 to \$33,627.....	8	8	8
GS-15, \$22,885 to \$29,752.....	63	56	56
GS-14, \$19,643 to \$25,538.....	131	146	146
GS-13, \$16,760 to \$21,791.....	201	182	180
GS-12, \$14,192 to \$18,449.....	162	160	158
GS-11, \$11,905 to \$15,478.....	91	87	84
GS-10, \$10,869 to \$14,127.....	1	1	1
GS-9, \$9,881 to \$12,842.....	71	66	65
GS-8, \$8,956 to \$11,647.....	9	9	9
GS-7, \$8,098 to \$10,528.....	81	80	79
GS-6, \$7,294 to \$9,481.....	84	83	82
GS-5, \$6,548 to \$8,510.....	102	108	106
GS-4, \$5,853 to \$7,608.....	82	66	64
GS-3, \$5,212 to \$6,778.....	38	45	45
GS-2, \$4,621 to \$6,007.....	12	9	9
GS-1, \$4,125 to \$5,358.....	1	1	1
Grades established by the Administrator, Agency for International Development:			
FC-2, \$26,358 to \$31,632.....	3	3	3
FC-3, \$20,888 to \$27,152.....	4	3	3
FC-4, \$16,760 to \$21,791.....	3	3	3
Ungraded.....	5	5	5
Total permanent positions.....	1,155	1,124	1,110
Unfilled positions, June 30.....	-136	-94	-95
Total permanent employment, end of year.....	1,019	1,030	1,015
HIGHER LEVEL POSITIONS			
GS-18, \$35,505:			
Administrator.....	1	1	1
GS-17, \$30,714 to \$34,810:			
Deputy administrator.....	2	2	2
GS-16, \$26,547 to \$33,627:			
Division director.....	6	6	6
Staff economist.....	1	1	1
Assistant administrator.....	1	1	1

STATISTICAL REPORTING SERVICE

CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE STATISTICAL REPORTING SERVICE

	1970 actual	1971 est.	1972 est.
GRADES AND RANGES			
GS-18, \$35,505.....	1	1	1
GS-17, \$30,714 to \$34,810.....	1	1	1
GS-16, \$26,547 to \$33,627.....	4	4	4
GS-15, \$22,885 to \$29,752.....	25	27	30
GS-14, \$19,643 to \$25,538.....	65	62	68
GS-13, \$16,760 to \$21,791.....	87	99	100
GS-12, \$14,192 to \$18,449.....	107	118	119
GS-11, \$11,905 to \$15,478.....	130	126	126
GS-9, \$9,881 to \$12,842.....	98	100	100
GS-8, \$8,956 to \$11,647.....	5	5	5
GS-7, \$8,098 to \$10,528.....	130	138	138
GS-6, \$7,294 to \$9,481.....	49	55	55
GS-5, \$6,548 to \$8,510.....	198	190	192
GS-4, \$5,853 to \$7,608.....	211	213	216
GS-3, \$5,212 to \$6,778.....	162	162	162
GS-2, \$4,621 to \$6,007.....	30	30	30
GS-1, \$4,125 to \$5,358.....	2	3	3
Grades established by the Administrator, Agency for International Development:			
FC-3, \$20,888 to \$27,152.....	2	1	1
FC-4, \$16,760 to \$21,791.....	2	3	3
FC-5, \$13,618 to \$17,704.....	1	1	1
Ungraded.....	2		
Total permanent positions.....	1,312	1,339	1,355
Unfilled positions, June 30.....	-125	-119	-135
Total permanent employment, end of year.....	1,187	1,220	1,220
HIGHER LEVEL POSITIONS			
GS-18, \$35,505:			
Administrator.....	1	1	1
GS-17, \$30,714 to \$34,810:			
Deputy administrator.....	1	1	1
GS-16, \$26,547 to \$33,627:			
Assistant administrator.....	1	1	1
Division director.....	3	3	3

CONSUMER AND MARKETING SERVICE

CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE CONSUMER AND MARKETING SERVICE

	1970 actual	1971 est.	1972 est.
GRADES AND RANGES			
Executive level V, \$36,000.....	1	2	1
GS-18, \$35,505.....	1	1	1
GS-17, \$30,714 to \$34,810.....	3	3	3
GS-16, \$26,547 to \$33,627.....	12	12	12
GS-15, \$22,885 to \$29,752.....	57	61	61
GS-14, \$19,643 to \$25,538.....	170	187	209
GS-13, \$16,760 to \$21,791.....	471	530	557
GS-12, \$14,192 to \$18,449.....	932	1,046	1,118
GS-11, \$11,905 to \$15,478.....	1,372	1,320	1,378
GS-9, \$9,881 to \$12,842.....	2,524	2,712	3,029
GS-8, \$8,956 to \$11,647.....	726	750	793
GS-7, \$8,098 to \$10,528.....	3,968	4,956	5,562
GS-6, \$7,294 to \$9,481.....	143	141	142
GS-5, \$6,548 to \$8,510.....	1,163	859	988
GS-4, \$5,853 to \$7,608.....	616	636	666
GS-3, \$5,212 to \$6,778.....	190	174	177
GS-2, \$4,621 to \$6,007.....	42	29	29
GS-1, \$4,125 to \$5,358.....	3		
Grades established by the Administrator, Agency for International Development:			
FC-3, \$20,888 to \$27,152.....	1	1	1
FC-4, \$16,760 to \$21,791.....	1	1	1
Ungraded.....	633	620	620
Total permanent positions.....	13,029	14,041	15,348
Unfilled positions, June 30.....	-1,048	-1,288	-1,200
Total permanent employment, end of year.....	11,981	12,753	14,148
HIGHER LEVEL POSITIONS			
Executive level V, \$36,000:			
Administrator.....	1	2	1
GS-18, \$35,505:			
Associate administrator.....	1	1	1
GS-17, \$30,714 to \$34,810:			
Deputy administrator, consumer protection.....	1	1	1
Deputy administrator, marketing services.....	1	1	1
Deputy administrator, regulatory programs.....	1	1	1
GS-16, \$26,547 to \$33,627:			
Assistant deputy administrator, consumer protection.....	1	1	1
Deputy administrator, management.....	1	1	1
Division director.....	10	10	10

FOOD AND NUTRITION SERVICE

CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE FOOD AND NUTRITION SERVICE

	1970 actual	1971 est.	1972 est.
GRADES AND RANGES			
GS-18, \$35,505.....	1	1	1
GS-17, \$30,714 to \$34,810.....	1	1	1
GS-16, \$26,547 to \$33,627.....	3	3	3
GS-15, \$22,885 to \$29,752.....	18	20	20
GS-14, \$19,643 to \$25,538.....	30	61	61
GS-13, \$16,760 to \$21,791.....	56	73	73
GS-12, \$14,192 to \$18,449.....	83	100	100
GS-11, \$11,905 to \$15,478.....	204	230	243
GS-9, \$9,881 to \$12,842.....	433	476	458
GS-8, \$8,956 to \$11,647.....	5	7	7
GS-7, \$8,098 to \$10,528.....	357	385	385
GS-6, \$7,294 to \$9,481.....	21	29	29
GS-5, \$6,548 to \$8,510.....	179	200	200
GS-4, \$5,853 to \$7,608.....	437	451	421
GS-3, \$5,212 to \$6,778.....	135	107	107
GS-2, \$4,621 to \$6,007.....	22	22	22
Ungraded positions at annual rate:			
\$26,547 and above.....	1	1	1
Ungraded.....		3	3
Total permanent positions.....	1,986	2,170	2,135
Unfilled positions June 30.....	-302	-97	-88
Total permanent employment, end of year.....	1,684	2,073	2,047

FOOD AND NUTRITION SERVICE—Con.**CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE FOOD AND NUTRITION SERVICE—Con.**

	1970 actual	1971 est.	1972 est.
HIGHER LEVEL POSITIONS—con.			
GS-18, \$35,505: Administrator.....	1	1	1
GS-17, \$30,714 to \$34,810: Deputy administrator, program operations.....	1	1	1
GS-16, \$26,547 to \$33,627: Deputy administrator.....	1	1	1
Assistant deputy administrator.....	2	2	2
Ungraded positions at a rate of \$26,547: Special assistant to the administrator.....	1	1	1

FOREIGN AGRICULTURAL SERVICE**CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE FOREIGN AGRICULTURAL SERVICE**

	1970 actual	1971 est.	1972 est.
GRADES AND RANGES			
Executive level V, \$36,000.....	1	1	1
GS-18, \$35,505.....	1	1	1
GS-17, \$30,714 to \$34,810.....	3	4	4
GS-16, \$26,547 to \$33,627.....	12	13	13
GS-15, \$22,885 to \$29,752.....	56	64	64
GS-14, \$19,643 to \$25,538.....	102	120	120
GS-13, \$16,760 to \$21,791.....	83	74	74
GS-12, \$14,192 to \$18,449.....	37	33	33
GS-11, \$11,905 to \$15,478.....	33	28	28
GS-9, \$9,881 to \$12,842.....	35	30	30
GS-8, \$8,956 to \$11,647.....	21	20	20
GS-7, \$8,098 to \$10,528.....	80	80	80
GS-6, \$7,294 to \$9,481.....	81	81	81
GS-5, \$6,548 to \$8,510.....	56	62	62
GS-4, \$5,853 to \$7,608.....	26	30	30
GS-3, \$5,212 to \$6,778.....	11	17	17
GS-2, \$4,621 to \$6,007.....	2	2	2
Ungraded.....	154	154	154
Total permanent positions.....	794	814	814
Unfilled positions, June 30.....	-92	-79	-79
Total permanent employment, end of year.....	702	735	735
HIGHER LEVEL POSITIONS			
Executive level V, \$36,000: Administrator.....	1	1	1
GS-18, \$35,505: Associate administrator.....	1	1	1
GS-17, \$30,714 to \$34,810: Agricultural attachés.....	2	3	3
Deputy administrator.....	1	1	1
GS-16, \$26,547 to \$33,627: Agricultural attachés.....	6	7	7
Assistant administrator.....	5	5	5
Foreign agricultural affairs officer.....	1	1	1

EXPORT MARKETING SERVICE**CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE EXPORT MARKETING SERVICE**

	1970 actual	1971 est.	1972 est.
GRADES AND RANGES			
GS-18, \$35,505.....	1	1	1
GS-16, \$26,547 to \$33,627.....	4	4	4
GS-15, \$22,885 to \$29,752.....	17	18	18
GS-14, \$19,643 to \$25,538.....	21	28	28
GS-13, \$16,760 to \$21,791.....	24	26	26
GS-12, \$14,192 to \$18,449.....	10	11	11
GS-11, \$11,905 to \$15,478.....	11	12	12

	1970 actual	1971 est.	1972 est.
GRADES AND RANGES—con.			
GS-9, \$9,881 to \$12,842.....	15	16	16
GS-8, \$8,956 to \$11,647.....	6	6	6
GS-7, \$8,098 to \$10,528.....	24	22	22
GS-6, \$7,294 to \$9,481.....	31	31	31
GS-5, \$6,548 to \$8,510.....	23	23	23
GS-4, \$5,853 to \$7,608.....	7	12	14
GS-3, \$5,212 to \$6,778.....	2	7	5
Total permanent positions.....	196	217	217
Unfilled positions, June 30.....	-7	-17	-17
Total permanent employment, end of year.....	189	200	200
HIGHER LEVEL POSITIONS			
GS-18, \$35,505: General sales manager.....	1	1	1
GS-16, \$26,547 to \$33,627: Assistant sales manager.....	3	3	3
Associate sales manager.....	1	1	1

FOREIGN ECONOMIC DEVELOPMENT SERVICE**ADVANCES AND REIMBURSEMENTS**

	1970 actual	1971 est.	1972 est.
GRADES AND RANGES			
GS-18, \$35,505.....	1	1	1
GS-17, \$30,714 to \$34,810.....	1	1	1
GS-16, \$26,547 to \$33,627.....	1	1	1
GS-15, \$22,885 to \$29,752.....	7	10	11
GS-14, \$19,643 to \$25,538.....	12	21	23
GS-13, \$16,760 to \$21,791.....	14	18	18
GS-12, \$14,192 to \$18,449.....	3	2	2
GS-11, \$11,905 to \$15,478.....	2	2	2
GS-10, \$10,869 to \$14,127.....	1	1	1
GS-9, \$9,881 to \$12,842.....	2	3	3
GS-8, \$8,956 to \$11,647.....	3	3	3
GS-7, \$8,098 to \$10,528.....	11	14	14
GS-6, \$7,294 to \$9,481.....	14	19	19
GS-5, \$6,548 to \$8,510.....	17	15	15
GS-4, \$5,853 to \$7,608.....	4	7	7
GS-3, \$5,212 to \$6,778.....	6	5	5
GS-2, \$4,621 to \$6,008.....	1	1	1
GS-1, \$4,125 to \$5,358.....	1	1	1
Grades established by the Administrator of Agency for International Development:			
FC-1, \$33,609 to \$35,505.....	2	2	2
FC-2, \$26,358 to \$31,632.....	1	1	1
FC-3, \$20,888 to \$27,152.....	2	2	2
FC-4, \$16,760 to \$21,791.....	1	1	1
FC-6, \$11,245 to \$14,620.....	1	1	1
Total permanent positions.....	105	130	133
Unfilled positions, June 30.....	-11	-4	-7
Total permanent employment, end of year.....	94	126	126
HIGHER LEVEL POSITIONS			
GS-18, \$35,505: Administrator.....	1	1	1
GS-17, \$30,714 to \$34,810: Research chemist.....	1	1	1
GS-16, \$26,547 to \$33,627: Acting assistant administrator.....	1	1	1
FC-1, \$33,609 to \$35,505: Chief of party.....	2	2	2

COMMODITY EXCHANGE AUTHORITY**SALARIES AND EXPENSES**

	1970 actual	1971 est.	1972 est.
GRADES AND RANGES			
GS-17, \$30,714 to \$34,810.....	1	1	1
GS-16, \$26,547 to \$33,627.....	1	1	1
GS-15, \$22,885 to \$29,752.....	6	6	6

	1970 actual	1971 est.	1972 est.
GRADES AND RANGES—con.			
GS-14, \$19,643 to \$25,538.....	10	9	9
GS-13, \$16,760 to \$21,791.....	10	10	10
GS-12, \$14,192 to \$18,449.....	13	22	22
GS-11, \$11,905 to \$15,478.....	16	19	19
GS-9, \$9,881 to \$12,842.....	20	18	18
GS-8, \$8,956 to \$11,647.....	1	1	1
GS-7, \$8,098 to \$10,528.....	29	23	23
GS-6, \$7,294 to \$9,481.....	11	8	8
GS-5, \$6,548 to \$8,510.....	26	33	33
GS-4, \$5,853 to \$7,608.....	29	24	24
GS-3, \$5,212 to \$6,778.....	7	5	5
Total permanent positions.....	180	180	180
Unfilled positions, June 30.....	-15	-10	-10
Total permanent employment, end of year.....	165	170	170
HIGHER LEVEL POSITIONS			
GS-17, \$30,714 to \$34,810: Administrator.....	1	1	1
GS-16, \$26,547 to \$33,627: Associate administrator.....	1	1	1

AGRICULTURAL STABILIZATION AND CONSERVATION SERVICE**CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE AGRICULTURAL STABILIZATION AND CONSERVATION SERVICE**

	1970 actual	1971 est.	1972 est.
GRADES AND RANGES			
Executive level V, \$36,000.....	1	1	1
GS-18, \$35,505.....	3	3	3
GS-17, \$30,714 to \$34,810.....	1	2	2
GS-16, \$26,547 to \$33,627.....	18	17	17
GS-15, \$22,885 to \$29,752.....	82	100	100
GS-14, \$19,643 to \$25,538.....	173	194	194
GS-13, \$16,760 to \$21,791.....	364	359	359
GS-12, \$14,192 to \$18,449.....	606	629	629
GS-11, \$11,905 to \$15,478.....	473	455	455
GS-10, \$10,869 to \$14,127.....	2	2	2
GS-9, \$9,881 to \$12,842.....	311	296	296
GS-8, \$8,956 to \$11,647.....	36	37	37
GS-7, \$8,098 to \$10,528.....	334	340	340
GS-6, \$7,294 to \$9,481.....	204	193	193
GS-5, \$6,548 to \$8,510.....	603	587	587
GS-4, \$5,853 to \$7,608.....	581	564	564
GS-3, \$5,212 to \$6,778.....	265	243	254
GS-2, \$4,621 to \$6,007.....	27	19	19
GS-1, \$4,125 to \$5,358.....	2	2	2
Grades established by Agency for International Development:			
FC-2, \$26,358 to \$31,632.....	1	1	1
Ungraded.....	79	81	81
Total permanent positions.....	4,166	4,125	4,136
Unfilled positions, June 30.....	-148	-88	-88
Total permanent employment, end of year.....	4,018	4,037	4,048
HIGHER LEVEL POSITIONS			
Executive level V, \$36,000: Administrator.....	1	1	1
GS-18, \$35,505: Associate administrator.....	1	1	1
Deputy administrator.....	2	2	2
GS-17, \$30,714 to \$34,810: Confidential assistant to administrator.....	1	1	1
Deputy administrator.....	1	1	1
GS-16, \$26,547 to \$33,627: Assistant deputy administrator.....	4	4	4
Assistant to administrator.....	1	1	1
Director.....	11	11	11
Executive assistant to administrator.....	1	1	1
Supervisory agricultural economist.....	1	1	1

FEDERAL CROP INSURANCE CORPORATION

CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE FEDERAL CROP INSURANCE CORPORATION

	1970 actual	1971 est.	1972 est.
GRADES AND RANGES			
Grades established by act of Public Law 88-426, August 14, 1964, at rates equivalent to \$35,505.....	1	1	1
GS-16, \$26,547 to \$33,627.....	1	1	1
GS-15, \$22,885 to \$29,752.....	9	10	10
GS-14, \$19,643 to \$25,538.....	17	19	19
GS-13, \$16,760 to \$21,791.....	52	49	57
GS-12, \$14,192 to \$18,449.....	101	107	108
GS-11, \$11,905 to \$15,478.....	48	45	42
GS-9, \$9,881 to \$12,842.....	23	22	23
GS-8, \$8,956 to \$11,647.....	4	4	4
GS-7, \$8,098 to \$10,528.....	72	73	72
GS-6, \$7,294 to \$9,481.....	26	28	28
GS-5, \$6,548 to \$8,510.....	56	67	71
GS-4, \$5,853 to \$7,608.....	213	211	210
GS-3, \$5,212 to \$6,778.....	42	24	17
GS-2, \$4,621 to \$6,007.....	4	3	1
Total permanent positions.....	669	664	664
Unfilled positions, June 30.....	-24	-19	-19
Total permanent employment, end of year.....	645	645	645
HIGHER LEVEL POSITIONS			
Grades established by act of Public Law 88-426, August 14, 1964, \$35,505:			
Manager.....	1	1	1
GS-16, \$26,547 to \$33,627:			
Deputy manager.....	1	1	1

RURAL ELECTRIFICATION ADMINISTRATION

CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE RURAL ELECTRIFICATION ADMINISTRATION

	1970 actual	1971 est.	1972 est.
GRADES AND RANGES			
Executive level V, \$36,000.....	1	1	1
GS-18, \$35,505.....	1	1	1
GS-16, \$26,547 to \$33,627.....	4	4	4
GS-15, \$22,885 to \$29,752.....	31	32	31
GS-14, \$19,643 to \$25,538.....	88	84	90
GS-13, \$16,760 to \$21,791.....	136	139	143
GS-12, \$14,192 to \$18,449.....	253	253	256
GS-11, \$11,905 to \$15,478.....	70	70	76
GS-10, \$10,869 to \$14,127.....	1	1	1
GS-9, \$9,881 to \$12,842.....	54	54	59
GS-8, \$8,956 to \$11,647.....	4	4	4
GS-7, \$8,098 to \$10,528.....	71	71	72
GS-6, \$7,294 to \$9,481.....	65	65	67
GS-5, \$6,548 to \$8,510.....	46	46	57
GS-4, \$5,853 to \$7,608.....	40	40	40
GS-3, \$5,212 to \$6,778.....	20	20	20
GS-2, \$4,621 to \$6,007.....	2	2	2
Ungraded.....	2	2	2
Total permanent positions.....	889	889	926
Unfilled positions, June 30.....	-56	-45	-32
Total permanent employment, end of year.....	833	844	894
HIGHER LEVEL POSITIONS			
Executive level V, \$36,000:			
Administrator.....	1	1	1
GS-18, \$35,505:			
Deputy administrator.....	1	1	1
GS-16, \$26,547 to \$33,627:			
Assistant administrator.....	3	3	3
Director of division.....	1	1	1

FARMERS HOME ADMINISTRATION

CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE FARMERS HOME ADMINISTRATION

	1970 actual	1971 est.	1972 est.
GRADES AND RANGES			
Executive level V, \$36,000.....	1	1	1
GS-18, \$35,505.....	1	1	1
GS-16, \$26,547 to \$33,627.....	7	7	7
GS-15, \$22,885 to \$29,752.....	37	48	53
GS-14, \$19,643 to \$25,538.....	77	73	73
GS-13, \$16,760 to \$21,791.....	203	227	236
GS-12, \$14,192 to \$18,449.....	412	447	461
GS-11, \$11,905 to \$15,478.....	1,410	1,610	1,576
GS-10, \$10,869 to \$14,127.....	1	1	1
GS-9, \$9,881 to \$12,842.....	1,147	1,243	1,235
GS-8, \$8,956 to \$11,647.....	5	5	5
GS-7, \$8,098 to \$10,528.....	544	615	607
GS-6, \$7,294 to \$9,481.....	65	105	105
GS-5, \$6,548 to \$8,510.....	1,461	1,735	1,730
GS-4, \$5,853 to \$7,608.....	1,014	1,382	1,397
GS-3, \$5,212 to \$6,778.....	647	588	585
GS-2, \$4,621 to \$6,007.....	90	85	85
GS-1, \$4,125 to \$5,358.....	2	3	3
Grades established by the Director, Agency for International Development:			
FC-2, \$26,358 to \$31,632.....	3	3	3
FC-3, \$20,888 to \$27,152.....	6	5	5
FC-4, \$16,760 to \$21,791.....	5	9	9
Ungraded.....	7	7	7
Total permanent positions.....	7,145	8,200	8,185
Unfilled positions, June 30.....	-266	-485	-425
Total permanent employment, end of year.....	6,879	7,715	7,760
HIGHER LEVEL POSITIONS			
Executive level V, \$36,000:			
Administrator, Farmers Home Administration.....	1	1	1
GS-18, \$35,505:			
Deputy administrator, Farmers Home Administration.....	1	1	1
GS-16, \$26,547 to \$33,627:			
Assistant administrator, Farmers Home Administration.....	7	7	7

OFFICE OF THE INSPECTOR GENERAL

CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE OFFICE OF THE INSPECTOR GENERAL

	1970 actual	1971 est.	1972 est.
GRADES AND RANGES			
GS-18, \$35,505.....	1	1	1
GS-17, \$30,714 to \$34,810.....	1	1	1
GS-16, \$26,547 to \$33,627.....	5	5	5
GS-15, \$22,885 to \$29,752.....	32	33	33
GS-14, \$19,643 to \$25,538.....	67	73	73
GS-13, \$16,760 to \$21,791.....	45	45	45
GS-12, \$14,192 to \$18,449.....	31	31	31
GS-11, \$11,905 to \$15,478.....	42	35	45
GS-10, \$10,869 to \$14,127.....	1	1	1
GS-9, \$9,881 to \$12,842.....	8	8	8
GS-8, \$8,956 to \$11,647.....	3	4	4
GS-7, \$8,098 to \$10,528.....	26	25	25
GS-6, \$7,294 to \$9,481.....	38	38	38
GS-5, \$6,548 to \$8,510.....	50	50	50
GS-4, \$5,853 to \$7,608.....	30	30	38
GS-3, \$5,212 to \$6,778.....	11	11	11
GS-2, \$4,621 to \$6,007.....	2	2	2
Total permanent positions.....	394	394	412
Unfilled positions, June 30.....	-30	-6	-7
Total permanent employment, end of year.....	364	388	405
HIGHER LEVEL POSITIONS			
Executive level IV, \$38,000:			
General Counsel.....	1	1	1
GS-18, \$35,505:			
Deputy general counsel.....	1	1	1
GS-17, \$30,714 to \$34,810:			
Assistant general counsel.....	1	1	1
GS-16, \$26,547 to \$33,627:			
Assistant general counsel.....	2	2	2
Director, legal division.....	3	3	3

PACKERS AND STOCKYARDS ADMINISTRATION

CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE PACKERS AND STOCKYARDS ADMINISTRATION

	1970 actual	1971 est.	1972 est.
GRADES AND RANGES			
GS-16, \$26,547 to \$33,627.....	1	1	1
GS-15, \$22,885 to \$29,752.....	4	4	4
GS-14, \$19,643 to \$25,538.....	11	15	22
GS-13, \$16,760 to \$21,791.....	29	28	20
GS-12, \$14,192 to \$18,449.....	52	49	51
GS-11, \$11,905 to \$15,478.....	29	33	42
GS-9, \$9,881 to \$12,842.....	18	26	13
GS-8, \$8,956 to \$11,647.....	1	1	1
GS-7, \$8,098 to \$10,528.....	12	17	9
GS-6, \$7,294 to \$9,481.....	22	21	25
GS-5, \$6,548 to \$8,510.....	22	24	25
GS-4, \$5,853 to \$7,608.....	13	18	16
GS-3, \$5,212 to \$6,778.....	3	3	11
Total permanent positions.....	217	240	240
Unfilled positions, June 30.....	-18	-32	-32
Total permanent employment, end of year.....	199	208	208
HIGHER LEVEL POSITIONS			
GS-16, \$26,547 to \$33,627:			
Administrator.....	1	1	1

OFFICE OF THE GENERAL COUNSEL

CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE OFFICE OF THE GENERAL COUNSEL

	1970 actual	1971 est.	1972 est.
GRADES AND RANGES			
Executive level IV, \$38,000.....	1	1	1
GS-18, \$35,505.....	1	1	1
GS-17, \$30,714 to \$34,810.....	1	1	1
GS-16, \$26,547 to \$33,627.....	5	5	5
GS-15, \$22,885 to \$29,752.....	32	33	33
GS-14, \$19,643 to \$25,538.....	67	73	73
GS-13, \$16,760 to \$21,791.....	45	45	45
GS-12, \$14,192 to \$18,449.....	31	31	31
GS-11, \$11,905 to \$15,478.....	42	35	45
GS-10, \$10,869 to \$14,127.....	1	1	1
GS-9, \$9,881 to \$12,842.....	8	8	8
GS-8, \$8,956 to \$11,647.....	3	4	4
GS-7, \$8,098 to \$10,528.....	26	25	25
GS-6, \$7,294 to \$9,481.....	38	38	38
GS-5, \$6,548 to \$8,510.....	50	50	50
GS-4, \$5,853 to \$7,608.....	30	30	38
GS-3, \$5,212 to \$6,778.....	11	11	11
GS-2, \$4,621 to \$6,007.....	2	2	2
Total permanent positions.....	394	394	412
Unfilled positions, June 30.....	-30	-6	-7
Total permanent employment, end of year.....	364	388	405
HIGHER LEVEL POSITIONS			
Executive level IV, \$38,000:			
General Counsel.....	1	1	1
GS-18, \$35,505:			
Deputy general counsel.....	1	1	1
GS-17, \$30,714 to \$34,810:			
Assistant general counsel.....	1	1	1
GS-16, \$26,547 to \$33,627:			
Assistant general counsel.....	2	2	2
Director, legal division.....	3	3	3

OFFICE OF INFORMATION

CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE OFFICE OF INFORMATION

	1970 actual	1971 est.	1972 est.
GRADES AND RANGES			
GS-17, \$30,714 to \$34,810.....	1	1	1
GS-16, \$26,547 to \$33,627.....	1	1	1
GS-15, \$22,885 to \$29,752.....	8	9	9
GS-14, \$19,643 to \$25,538.....	13	14	15
GS-13, \$16,760 to \$21,791.....	19	18	18
GS-12, \$14,192 to \$18,449.....	23	22	22
GS-11, \$11,905 to \$15,478.....	18	18	18
GS-9, \$9,881 to \$12,842.....	29	29	29
GS-7, \$8,098 to \$10,528.....	37	37	37
GS-6, \$7,294 to \$9,481.....	13	13	13
GS-5, \$6,548 to \$8,510.....	28	28	28
GS-4, \$5,853 to \$7,608.....	16	16	16
GS-3, \$5,212 to \$6,778.....	12	12	12
GS-2, \$4,621 to \$6,007.....	2	2	1
Ungraded.....	7	7	7
Total permanent positions.....	227	227	227
Unfilled positions, June 30.....	-14	-9	-17
Total permanent employment, end of year.....	213	218	210
HIGHER LEVEL POSITIONS			
GS-17, \$30,714 to \$34,810: Director of information.....	1	1	1
GS-16, \$26,547 to \$33,627: Deputy director of information.....	1	1	1

NATIONAL AGRICULTURAL LIBRARY

CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE NATIONAL AGRICULTURAL LIBRARY

	1970 actual	1971 est.	1972 est.
GRADES AND RANGES			
GS-16, \$26,547 to \$33,627.....	1	1	1
GS-15, \$22,885 to \$29,752.....	2	3	3
GS-14, \$19,643 to \$25,538.....	2	8	10
GS-13, \$16,760 to \$21,791.....	16	17	15
GS-12, \$14,192 to \$18,449.....	11	8	8
GS-11, \$11,905 to \$15,478.....	38	36	36
GS-9, \$9,881 to \$12,842.....	12	15	15
GS-8, \$8,098 to \$10,528.....	2	2	2
GS-7, \$8,098 to \$10,528.....	20	16	16
GS-6, \$7,294 to \$9,481.....	15	14	14
GS-5, \$6,548 to \$8,510.....	40	38	38
GS-4, \$5,853 to \$7,608.....	17	27	27
GS-3, \$5,212 to \$6,778.....	23	12	12
GS-2, \$4,621 to \$6,007.....	6	5	5
Total permanent positions.....	205	202	202
Unfilled positions, June 30.....	-16	-12	-12
Total permanent employment, end of year.....	189	190	190
HIGHER LEVEL POSITIONS			
GS-16, \$26,547 to \$33,627: Director.....	1	1	1

OFFICE OF MANAGEMENT SERVICES

CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE OFFICE OF MANAGEMENT SERVICES

	1970 actual	1971 est.	1972 est.
GRADES AND RANGES			
GS-16, \$26,547 to \$33,627.....	1	1	1
GS-15, \$22,885 to \$29,752.....	5	5	5
GS-14, \$19,643 to \$25,538.....	15	17	17
GS-13, \$16,760 to \$21,791.....	23	26	31
GS-12, \$14,192 to \$18,449.....	26	37	42

GRADES AND RANGES—Con.

	1970 actual	1971 est.	1972 est.
GS-11, \$11,905 to \$15,478.....	34	35	36
GS-9, \$9,881 to \$12,842.....	36	48	46
GS-8, \$8,956 to \$11,647.....	46	2	2
GS-7, \$8,098 to \$10,528.....	46	35	33
GS-6, \$7,294 to \$9,481.....	31	36	38
GS-5, \$6,548 to \$8,510.....	47	55	61
GS-4, \$5,853 to \$7,608.....	45	39	47
GS-3, \$5,212 to \$6,778.....	34	40	24
GS-2, \$4,621 to \$6,007.....	17	1	1
Ungraded.....	15	16	16
Total permanent positions.....	375	393	400
Unfilled positions, June 30.....	-44	-59	-64
Total permanent employment, end of year.....	331	334	336

HIGHER LEVEL POSITIONS

GS-16, \$26,547 to \$33,627: Director.....	1	1	1
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GENERAL ADMINISTRATION

CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO GENERAL ADMINISTRATION

	1970 actual	1971 est.	1972 est.
GRADES AND RANGES			
Executive level I, \$60,000.....	1	1	1
Executive level III, \$40,000.....	1	1	1
Executive level IV, \$38,000.....	3	3	3
Executive level V, \$36,000.....	3	3	3
GS-18, \$35,505.....	3	4	4
GS-17, \$30,714 to \$34,810.....	9	9	9
GS-16, \$26,547 to \$33,627.....	12	12	12
GS-15, \$22,885 to \$29,752.....	29	42	42
GS-14, \$19,643 to \$25,538.....	38	49	51
GS-13, \$16,760 to \$21,791.....	40	43	49
GS-12, \$14,192 to \$18,449.....	41	46	51
GS-11, \$11,905 to \$15,478.....	49	51	56
GS-10, \$10,869 to \$14,127.....	8	8	8
GS-9, \$9,881 to \$12,842.....	37	42	43
GS-8, \$8,956 to \$11,647.....	12	11	11
GS-7, \$8,098 to \$10,528.....	79	84	84
GS-6, \$7,294 to \$9,481.....	25	30	31
GS-5, \$6,548 to \$8,510.....	66	74	76
GS-4, \$5,853 to \$7,608.....	76	74	75
GS-3, \$5,212 to \$6,778.....	60	57	59
GS-2, \$4,621 to \$6,007.....	6	12	15
GS-1, \$4,125 to \$5,358.....	1	2	2
Ungraded.....	168	159	159
Total permanent positions.....	767	817	845
Unfilled positions, June 30.....	-63	-69	-75
Total permanent employment, end of year.....	704	748	770
HIGHER LEVEL POSITIONS			
Executive level I, \$60,000: Secretary of Agriculture.....	1	1	1
Executive level III, \$40,000: Under secretary of Agriculture.....	1	1	1
Executive level IV, \$38,000: Assistant secretary of Agriculture.....	3	3	3
Executive level V, \$36,000: Assistant secretary for administration.....	1	1	1
Director of agricultural economics.....	1	1	1
Director, science and education.....	1	1	1
GS-18, \$35,505: Deputy under secretary.....	1	2	2
Executive assistant to the secretary.....	1	1	1
Deputy assistant secretary.....	1	1	1
GS-17, \$30,714 to \$34,810: Assistant to the secretary.....	1	1	1
Deputy assistant secretary.....	2	2	2
Director, office of budget and finance.....	1	1	1
Director, management improvement.....	1	1	1
Director of personnel.....	1	1	1
Director, planning, evaluation and programing staff.....	1	1	1
Director of plant and operations.....	1	1	1
Judicial officer.....	1	1	1

HIGHER LEVEL POSITIONS—con.

	1970 actual	1971 est.	1972 est.
GS-16, \$26,547 to \$33,627: Assistant to the secretary.....	2	2	2
Deputy director, budget and finance.....	1	1	1
Deputy director, management improvement.....	1	1	1
Deputy director of personnel.....	1	1	1
Deputy director, planning, evaluation, and programing staff.....	1	1	1
Deputy director of plant and operations.....	1	1	1
Hearing examiner.....	5	5	5

FOREST SERVICE

CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE FOREST SERVICE

	1970 actual	1971 est.	1972 est.
GRADES AND RANGES			
Executive level V, \$36,000.....	1	1	1
GS-18, \$35,505.....	3	3	3
GS-17, \$30,714 to \$34,810.....	6	7	7
GS-16, \$26,547 to \$33,627.....	31	33	33
GS-15, \$22,885 to \$29,752.....	137	190	249
GS-14, \$19,643 to \$25,538.....	389	474	509
GS-13, \$16,760 to \$21,791.....	1,107	1,112	1,149
GS-12, \$14,192 to \$18,449.....	2,191	2,314	2,322
GS-11, \$11,905 to \$15,478.....	3,101	3,279	3,282
GS-10, \$10,869 to \$14,127.....	77	76	77
GS-9, \$9,881 to \$12,842.....	3,673	3,710	3,727
GS-8, \$8,956 to \$11,647.....	58	69	70
GS-7, \$8,098 to \$10,528.....	3,831	3,825	3,827
GS-6, \$7,294 to \$9,481.....	616	650	658
GS-5, \$6,548 to \$8,510.....	2,606	2,642	2,639
GS-4, \$5,853 to \$7,608.....	2,274	2,248	2,286
GS-3, \$5,212 to \$6,778.....	1,030	1,012	1,071
GS-2, \$4,621 to \$6,007.....	133	133	151
GS-1, \$4,125 to \$5,358.....	25	23	25
Grades established by act of June 20, 1958 (72 Stat. 213), and act of September 23, 1959 (73 Stat. 651):			
\$33,786.....	1	1	1
\$31,857.....	2	2	2
\$26,547.....	1	1	1
Public administration adviser grades established by the Administrator, Agency for International Development:			
FC-3, \$20,888 to \$27,152.....	1	1	1
FC-4, \$16,760 to \$21,791.....	2	2	2
FC-5, \$13,618 to \$17,704.....	1	1	1
Ungraded.....	1,464	1,458	1,531
Total permanent positions.....	22,761	23,267	23,625
Unfilled positions, June 30.....	-1,847	-1,837	-1,392
Total permanent employment, end of year.....	20,914	21,430	22,233
HIGHER LEVEL POSITIONS			
Executive level V, \$36,000: Chief.....	1	1	1
GS-18, \$35,505: Associate chief.....	1	1	1
Deputy chief.....	2	2	2
GS-17, \$30,714 to \$34,810: Associate deputy chief.....	3	4	4
Deputy chief.....	3	3	3
GS-16, \$26,547 to \$33,627: Associate deputy chief.....	2	2	2
Director, forest experiment station.....	8	8	8
Director, State and private forestry area.....	2	2	2
Division director.....	10	10	10
Regional forester.....	8	8	8
Research forester.....	1	1	1
Scientist.....	2	2	2
Grades established by act of June 20, 1958 (72 Stat. 213), and act of September 23, 1959 (73 Stat. 651):			
\$33,786: Director, forest products laboratory.....	1	1	1
\$31,857: Physical chemist.....	1	1	1
Research forester.....	1	1	1
\$26,547: Forest products technologist.....	1	1	1

SPECIAL ANALYSIS O

FEDERAL ENVIRONMENTAL PROGRAMS

This analysis identifies Federal funding for selected environmental activities. It covers:

- Pollution control and abatement activities;
- Sewer and water programs;
- Selected activities to protect and enhance the environment; and
- Activities to understand, describe, and predict environmental conditions.

POLLUTION CONTROL AND ABATEMENT

Federal funding for pollution control and abatement activities in 1972 will increase significantly over 1970 and 1971:

[In millions of dollars]

	1970 actual	1971 estimate	1972 estimate	Percent increase over 1971
Budget authority.....	1,432	1,828	3,127	71
Obligations.....	1,071	2,036	3,088	52
Outlays.....	751	1,176	2,014	71

The largest share of the increase is for grants to State and local governments for construction of municipal waste treatment facilities. Grants were made for 1,050 treatment facility projects in 1970; 1,650 grants are expected in 1971, and 2,000 in 1972. Grants also provide support for pollution control agency operations and for planning. Budget authority for grants will increase by 89% over 1971, from \$1,108 million to \$2,089 million. Outlays will increase by 112%, from \$533 million to \$1,131 million.

Table O-1. POLLUTION CONTROL AND ABATEMENT ACTIVITIES
(in millions of dollars)

Type activity	Budget authority			Outlays		
	1970 actual	1971 estimate	1972 estimate	1970 actual	1971 estimate	1972 estimate
Financial aid to State and local governments.....	874	1,108	2,089	288	533	1,131
Research, development, and demonstration.....	344	390	426	296	378	398
Federal abatement and control operations.....	80	123	122	72	98	117
Manpower development.....	16	19	20	12	15	19
Reduce pollution from Federal facilities.....	72	113	250	32	88	185
Program direction and other...	48	62	135	52	61	110
Separate transmittal ¹	-----	13	85	-----	4	56
Total.....	1,432	1,828	3,127	751	1,176	2,014

¹ Not reflected in preceding activity lines are proposals that will be transmitted subsequently for \$13 million in budget authority for 1971, and \$85 million for 1972 for EPA for implementing air quality and solid waste legislation and other activities.

Funding will also increase for:

- Research, development, and demonstration activities which include efforts to determine and describe pollution sources and effects and to develop and demonstrate technology for monitoring and controlling pollution (work is performed in Federal laboratories and under contracts and grants with educational institutions, industry, and others);
- Direct Federal pollution control operations including planning, monitoring, and surveillance; standard setting and enforcement; and technical assistance; and
- Manpower development, ranging from training of treatment plant operators to researchers at the graduate level.

Budget authority will increase by 121%, from \$113 million to \$250 million, primarily in the Department of Defense, for remedial projects to reduce pollution from Federal facilities—as required by Executive Order 11507, February 4, 1970. This is a major step toward the goal of having all essential Federal projects underway by December 31, 1972.

Agencies involved.—Major Federal activities to control and abate pollution were consolidated in the Environmental Protection Agency (EPA) on December 2, 1970, by Reorganization Plan No. 3. However, several other agencies carry on important pollution control activities, as indicated in table O-2.

Table O-2. POLLUTION CONTROL AND ABATEMENT ACTIVITIES—BY AGENCY (in millions of dollars)

Agency	Budget authority			Outlays		
	1970 actual	1971 estimate	1972 estimate	1970 actual	1971 estimate	1972 estimate
Environmental Protection Agency ¹	1,046	1,297	2,440	388	695	1,359
Defense—Military.....	89	126	193	39	83	147
Atomic Energy Commission.....	120	125	127	116	126	125
Agriculture.....	60	96	77	91	93	107
Defense—Civil.....	3	11	56	3	11	56
Interior.....	36	47	68	37	48	65
Transportation.....	17	49	60	11	27	54
Commerce.....	19	28	29	22	28	34
General Services Administration.....	1	1	19	-----	1	1
National Aeronautics and Space Administration.....	21	17	16	15	17	13
National Science Foundation.....	7	13	17	7	12	14
Other agencies.....	12	18	25	23	36	38
Total.....	1,432	1,828	3,127	751	1,176	2,014

¹ Funding shown above for EPA has been adjusted to include activities actually carried out by Departments of Health, Education, and Welfare; Agriculture; Interior; Atomic Energy Commission; and Federal Radiation Council prior to Dec. 2, 1970. The budget authority adjustment is \$42 million in 1970 and \$14 million in 1971, and the related outlay adjustment is \$37 million in 1970 and \$17 million in 1971.

Funding for EPA will increase sharply in 1972. Budget authority for activities now carried on by EPA will increase by 88% in 1972 from \$1,297 million to \$2,440 million. Outlays will increase by 96% from \$695 million to \$1,359 million. EPA's program of grants for waste treatment facilities will be doubled—from \$1 billion to \$2 billion annually with the goal of assisting States and localities in reducing the Nation's backlog of treatment facilities needs. Other major increases will provide for implementing the new air quality and solid waste legislation, for increasing grants for State and local pollution control agency operations, increasing planning activities, increasing research on water supply purity, expanding cost-sharing arrangements with private industry to develop technology for controlling sulfur oxides, expanding the program for developing low-pollution motor vehicles, and increasing EPA's efforts directed toward identifying the magnitude of pollution problems and determining benefits and costs associated with alternative corrective actions.

Other agencies also carry out important pollution control and abatement activities. For example, the *Department of Defense* will expand its effort to reduce pollution from its industrial production facilities and military bases and step up research on abating pollution from naval vessels and jet engine run-up facilities.

The *Atomic Energy Commission* will continue its major program of research, development and monitoring relating to effects of ionizing radiation.

The *Department of Agriculture* makes grants and loans for waste treatment facilities in smaller localities and conducts research on agriculturally related pollution such as pesticides, animal and crop processing wastes, and fertilizer and plant nutrients. Increases in 1972 are largely for reducing pollution from facilities in national forests. Pesticide registration activities, formerly conducted in the Department, were transferred to EPA.

The *Department of the Interior* will continue research relating to pollution sources and effects, will expand activities to reduce pollution from facilities in the national parks, and will increase research in methods of converting coal to low pollution fuels. Water pollution control and certain pesticides activities were transferred to EPA.

The *Corps of Engineers* will construct dikes for the containment of polluted material dredged from Great Lakes harbors.

The *Department of Transportation* will increase funding significantly for work on reducing aircraft engine noise, studying environmental effects of supersonic aircraft and reducing pollution from Coast Guard installations.

The *Department of Commerce* provides grants for waste treatment facilities under economic development programs and the National Oceanic and Atmospheric Administration conducts research on sources and effects of pollution and engages in environmental monitoring.

The *General Services Administration* will have increased funding in 1972 for pollution reduction at Federal installations.

The *National Aeronautics and Space Administration* activities consist primarily of research and development on reduction of aircraft noise.

Most pollution abatement activities of the *Department of Health, Education, and Welfare* have been transferred to the Environmental Protection Agency, including air pollution, solid waste, pesticides standards, water hygiene, and certain radiation activities.

Media polluted and pollutants.—Pollution control and abatement activities are generally focused on reducing pollution in air or water or reducing adverse effects of particular pollutants such as pesticides or radiation. Table O-3 summarizes the total Federal effort in terms of media polluted and also identifies funding associated with selected pollutants. Among the media, *water* pollution currently receives the greatest share—80%—of total Federal pollution control obligations. This large share is a result of grants and loans for construction of municipal waste treatment facilities.

Air pollution control efforts account for 11% of the total. Principal Federal efforts in 1972 will be directed toward research, development, and demonstration; grants to State and local air pollution control agencies; and direct Federal operations such as monitoring, standard setting, and enforcement. Funds to implement new air quality legislation will be proposed in a subsequent request to the Congress. Activities relating to pollution of *land* are for research and other activities concerned with effects of acid mine drainage, nutrients, pesticides, and other substances.

Federal pollution control activities relating to radiation, pesticides, solid wastes, and noise are largely confined to research relating to effects, control technology, and standard setting and enforcement. Funds to implement new solid waste legislation will be contained in a subsequent request.

Table O-3. POLLUTION CONTROL AND ABATEMENT ACTIVITIES—BY MEDIA OR POLLUTANT (in millions of dollars)

Media or pollutant	Obligations		
	1970 actual	1971 estimate	1972 estimate
Media polluted:			
Water:			
Construction grants and loans	491	1,256	1,974
Other	186	296	425
Air	189	234	341
Land	35	42	46
Other (e.g., living things, materials)	100	97	110
Multi-media (i.e., more than one of above)	69	98	107
Total ¹	1,071	2,023	3,003
Selected pollutants: ²			
Solid wastes	20	39	50
Pesticides	30	42	54
Radiation	116	124	129
Noise	36	43	66

¹ Excludes \$13 million in 1971 and \$85 million in 1972 for EPA which will be proposed in a separate transmittal (see footnote for table O-1).

² These funds are included in the "media" breakdown above.

Excluded from the funding shown above for pollution control and abatement activities are:

- activities to reduce or avoid the use of pesticides. Funding for such activities is expected to be approximately \$57 million in 1972 for both research and education programs, largely carried out by the Department of Agriculture; and
- activities that are carried on for some other primary purpose but which also contribute to the reduction of pollution. For example, extensive activities to hold soil in place to preserve soil productivity, such as those financed by the Department of Agriculture, and other erosion control activities by Corps of Engineers and Department of Transportation (highways), have been excluded from this analysis even though these activities also serve to reduce sediment pollution of water.

SEWER AND WATER PROGRAMS

Federal programs of grants and loans for the construction of sewer and water systems are directed toward a variety of objectives, including economic development, urban and rural development, and in some cases, pollution control.

[In millions of dollars]

	1970 actual	1971 estimate	1972 estimate	Percent increase over 1971
Budget authority.....	252	500	¹ 124	-----
Obligations.....	409	422	¹ 389	-----
Outlays.....	364	382	446	17

¹ Budget authority and obligations for water and sewer grants will decline in 1972 as grant programs administered by HUD and Agriculture are merged into Special revenue-sharing programs.

Grants and loans to finance water system and sewer line construction are made by five Federal agencies. The *Department of Housing and Urban Development*, as a part of its community development efforts, provides assistance for basic sewer and water facilities. \$100 million in new grant reservations will be made by December 31, 1971. On January 1, 1972, the program will be folded into the Urban Community Development Special Revenue-Sharing Program. Public facility loans, about 67% of which are used to finance sewer and water facilities, will be increased by 62% in 1972.

The *Department of Agriculture* provides grants and loans for basic sewer and water facilities in rural communities with population not in excess of 5,500 people. Approximately one-half of the \$25 million budgeted for grants will be obligated prior to January 1, 1972, and the remainder will be folded into the Rural Community Development Special Revenue-Sharing Program. Agriculture's loans, about 78% of which are used for water and sewer facilities, will be increased by 18%.

The *Department of Commerce* provides assistance to municipalities as a part of its economic development efforts. Budget authority will not increase, but outlays for this program will increase by 27% from \$62 million in 1971 to \$79 million in 1972. Other agencies providing sewer and water system grants are the *Appalachian Regional Commission* and the *Department of the Interior* (for the Trust Territory).

Grants and loans made by Environmental Protection Agency, Agriculture, Commerce, and Housing and Urban Development for waste treatment plants and interceptor sewers are included in the section on pollution control and abatement.

Table O-4. SEWER AND WATER PROGRAMS (in millions of dollars) ¹

	Budget authority			Outlays		
	1970 actual	1971 estimate	1972 estimate	1970 actual	1971 estimate	1972 estimate
Purpose:						
Sewer grants.....	102	205	44	72	88	116
Sewer loans.....	4	3	4	14	17	18
Water system grants.....	142	287	71	112	138	168
Water system loans.....	4	4	5	165	139	144
Total.....	252	500	124	364	382	446
Agencies:						
Housing and Urban Development.....	135	350	0	133	168	192
Agriculture.....	25	52	27	164	140	163
Commerce (economic development).....	81	84	84	60	62	79
Other agencies.....	11	14	13	6	12	12
Total.....	252	500	124	364	382	446

¹ Funds provided by the above agencies which are for construction of waste treatment facilities or interceptor sewers, often counted as part of "sewer and water programs," are included in the section on pollution control and abatement for purposes of this analysis. Funds shown in above table are for water supply systems and collecting sewers. They are *not* included in tables O-1, 2, or 3.

SELECTED ENVIRONMENTAL ENHANCEMENT ACTIVITIES

Federal funding will increase for environmental protection and enhancement activities such as providing recreational areas and open space, fish and wildlife preservation, and beautification programs.

[In millions of dollars]

	1970 actual	1971 estimate	1972 estimate	Percent increase over 1971
Budget authority.....	628	875	1,108	27
Obligations.....	586	748	1,018	36
Outlays.....	553	730	846	16

Protection and enhancement activities.—The Federal Government provides grants to State and local governments for acquiring land for recreational purposes, for preserving open space and historic properties, and for fish and wildlife refuges. Aid is also provided for research and planning; construction and maintenance of recreational facilities and wildlife refuges; and for promoting beautification such as highway landscaping. Similar activities are also carried on directly by several Federal agencies. Funding for many of these activities will increase sharply. For example, budget authority for grants to State and local governments to acquire recreational and open space lands will increase by 61%, from \$140 million in 1971 to \$226 million in 1972. Grants for development of recreational areas will increase by 127%, from \$120 million in 1971 to \$272 million in 1972.

Table O-5. SELECTED ENVIRONMENTAL PROTECTION AND ENHANCEMENT ACTIVITIES (in millions of dollars)

Activity	Budget authority			Outlays		
	1970 actual	1971 estimate	1972 estimate	1970 actual	1971 estimate	1972 estimate
Financial aid to State and local governments:						
Purchase recreation and open space lands.....	80	140	226	51	75	107
Develop recreational areas, related activities.....	55	120	272	53	53	100
Historic properties.....	3	7	6	2	7	7
Preserve fish and wildlife.....	51	56	63	45	60	69
Beautification (e.g., highways).....	62	116	112	62	79	87
Subtotal.....	252	440	679	214	275	371
Direct Federal activities:						
Purchase nationally important areas.....	85	138	98	68	158	151
Develop recreational facilities, related activities.....	158	181	197	163	177	193
Historic properties.....	1	2	2	1	2	2
Park roads and trails.....	56	37	48	34	36	44
Preserve fish and wildlife.....	66	66	73	63	71	73
Beautification.....	10	10	11	10	10	11
Subtotal.....	376	434	429	339	454	474
Total.....	628	875	1,108	553	730	846

Agencies involved.—The *Department of the Interior* accounts for approximately 61% of the environmental protection and enhancement activities described in this section. Interior's budget authority for these programs will increase by 13%, from \$552 million in 1971 to \$624 million in 1972. Most Interior activities are carried out by the Bureau of Outdoor Recreation, including the land and water conservation fund; the Bureau of Sport Fisheries and Wildlife; and the National Park Service. The 1972 budget for the land and water conservation fund provides a major increase for grants to State and local governments to help them meet the increasing demand for local recreation areas, especially those located in or near major cities. Federal land purchases financed from the fund are made by several Federal agencies to preserve nationally important natural and historic areas, including endangered species habitats. Newly authorized areas for which funds are provided to begin initial acquisition in 1972 are Apostle Islands National Lakeshore, Sleeping Bear Dunes National Lakeshore, Voyageurs National Park, Gulf Islands National Seashore, Chesapeake and Ohio Canal Historic Park, and Andersonville National Historic Site. Emphasis will also be placed on acquisition of lands in older natural preservation areas and parks such as Everglades National Park. The Bureau of Sport Fisheries and Wildlife provides assistance to State and local governments for fish and wildlife restoration and establishes Federal refuges. The National Park Service emphasizes resource protection, construction and maintenance of visitor facilities at national park system areas and park roads, trails, and highways.

The Department of Housing and Urban Development provides grants to help States and localities acquire and develop open space lands. In 1972, the open space program will be reoriented to help meet the growing recreational needs in urban areas. New emphasis will be given to the development of small neighborhood parks in and around cities. To support this initiative, budget authority will increase by 167%, from \$75 million to \$200 million.

The Department of Transportation provides assistance to State and local governments for highway beautification activities, including control of advertising and junkyards, landscaping, and scenic easements. Budget authority for such DOT activities will increase by 11%, from \$97 million to \$108 million.

The Department of Agriculture carries out a variety of environmental enhancement activities, particularly through the Forest Service. The 1972 budget authority will increase by 16%, from \$83 million in 1971 to \$96 million in 1972.

The Corps of Engineers provides facilities for water based recreation at reservoirs and other public works.

The Department of Commerce provides assistance to State and local governments through its economic development programs for the development of recreational areas.

Table O-6. SELECTED ENVIRONMENTAL ENHANCEMENT ACTIVITIES, BY AGENCY (in millions of dollars)

Agency	Budget authority			Outlays		
	1970 actual	1971 estimate	1972 estimate	1970 actual	1971 estimate	1972 estimate
Interior.....	366	552	634	307	452	517
Housing and Urban Development.....	75	75	200	43	72	100
Transportation.....	42	97	108	51	60	69
Agriculture.....	81	83	96	80	81	94
Defense—Civil.....	43	46	47	43	46	47
Commerce.....	12	13	14	20	9	8
Other agencies.....	8	10	10	9	10	10
Total.....	628	875	1,108	553	730	846

UNDERSTANDING, DESCRIBING, AND PREDICTING THE ENVIRONMENT¹

Federal agencies conduct a wide variety of activities to understand, describe, and predict environmental conditions. Objectives range from the provision of routine weather forecasts to the scientific understanding of complex ecological systems. Funding for these activities will increase in 1972.

	[In millions of dollars]			Percent increase over 1971
	1970 estimate	1971 estimate	1972 estimate	
Budget authority.....	719	867	950	10
Obligations.....	710	880	956	9
Outlays.....	702	810	917	13

Activities.—Over half of the funding for this category supports environmental observation and measurement to describe and predict weather and ocean conditions and disturbances such as earthquakes.

¹ This section excludes activities reported under Pollution control and abatement.

Budget authority will increase by 9%, from \$486 million in 1971 to \$528 million in 1972 for research, development, and operational activities in this category. Funding will also be increased, but less sharply, for:

- Locating and describing natural resources;
- Survey activities to describe the physical environment for the purpose of preparing maps and charts; and
- Weather modification.

Additional emphasis will be placed upon research to develop a better understanding of the impact of the environment on man, for which budget authority will be increased by 42%, from \$33 million in 1971 to \$47 million in 1972; and on ecological and other basic environmental research, for which budget authority will be increased by 51% from \$49 million in 1971 to \$74 million in 1972.

Table O-7. UNDERSTANDING, DESCRIBING AND PREDICTING THE ENVIRONMENT, BY TYPE ACTIVITY (in millions of dollars)

Activity	Budget authority			Outlays		
	1970 actual	1971 estimate	1972 estimate	1970 actual	1971 estimate	1972 estimate
Observe and predict weather and ocean conditions, disturbances:						
Research and development . .	120	139	154	105	128	152
Operations	299	347	374	305	343	375
Locating and describing natural resources:						
Research and development . .	100	145	140	95	110	124
Operations	61	74	75	60	74	74
Physical environmental surveys:						
Research and development . .	4	4	4	4	4	4
Operations	54	60	66	54	57	65
Weather modification	12	16	17	12	16	17
Research on environmental impact on man	26	33	47	25	30	38
Ecological and other basic environmental research	44	50	75	41	48	68
Total	719	867	950	702	810	917

Agencies involved.—In this overall category, the *Department of Commerce* accounts for about one-fourth of all Federal activities. The Department's activities are carried out by the National Oceanic and Atmospheric Administration which was created on October 3, 1970, by Reorganization Plan No. 4, and includes the former Environmental Science Services Administration and activities transferred from the Departments of the Interior, Defense, and Transportation and the National Science Foundation. NOAA carries on a wide range of environmental observation and prediction activities, including weather, river and marine forecasting; mapping and charting; development of instrumentation; data dissemination; and related research. Budget authority will increase by 4%, from \$226 million in 1971 to \$235 million in 1972, with increases providing for improved public weather services; hurricane and tornado warnings; weather modification experiments; earthquake and seismic research; satellite procurement; and development of ocean data buoys.

Table O-8. UNDERSTANDING, DESCRIBING AND PREDICTING THE ENVIRONMENT, BY AGENCY (in millions of dollars)

Agency	Budget authority			Outlays		
	1970 actual	1971 estimate	1972 estimate	1970 actual	1971 estimate	1972 estimate
Commerce ¹	193	226	235	190	219	245
Defense—Military.....	178	194	185	178	194	185
National Science Foundation.....	60	92	161	61	88	136
National Aeronautics and Space Administration.....	87	129	117	75	88	106
Interior.....	103	117	131	102	116	129
Agriculture.....	51	53	52	51	54	52
Health, Education, and Welfare.....	17	21	25	17	20	23
Transportation.....	17	18	22	17	18	22
Smithsonian Institution.....	9	10	16	8	9	14
Other agencies.....	3	7	7	2	6	6
Total.....	719	867	950	702	810	917

¹ Funding shown above for Commerce has been adjusted to include activities actually carried out by the Departments of Defense, Interior, and Transportation and National Science Foundation prior to Oct. 3, 1970. The budget authority adjustment is \$25 million in 1970 and \$9 million in 1971, and the related outlay adjustment is \$15 million in 1970, \$14 million in 1971, and \$7 million in 1972.

Within the *Department of Defense*, both the Navy and the Air Force carry out weather and ocean observation and prediction, and mapping and charting activities important to military operations. Funding for these DOD activities will decline slightly in 1972.

The *National Science Foundation* supports research activities important to the understanding of environmental problems. Budget authority will increase by 75%, from \$92 million in 1971 to \$161 million in 1972, with the increases providing for greater emphasis in nearly all areas of environmental research through such programs as the International Biological Program, and the International Decade of Ocean Exploration.

The *National Aeronautics and Space Administration* conducts activities concerned with the application of satellite technology to atmospheric sciences and measurement of earth resources.

The *Department of the Interior* carries out such activities as geologic investigations, topographic mapping, weather modification, and water resources research. Increases in 1972 will provide principally for expansion of Interior's work on application of remote sensing data from aircraft and spacecraft to earth resource measurement.

The *Department of Agriculture* conducts such activities as soil and river basin surveys, research and surveys relating to forest and timber management, and basic ecological research.

The *Department of Health, Education, and Welfare* conducts a variety of activities relating to environmental impact on man, principally research at the Department's National Institute of Environmental Health Sciences.

The *Department of Transportation* conducts oceanographic and meteorological research and surveys, largely through the Coast Guard.

The *Smithsonian Institution* conducts a variety of programs dealing with environmental impact on man and is developing baseline ecological information. Increases in 1972 will provide for substantial expansion of ecological research.

OTHER ENVIRONMENTAL ACTIVITIES

The meaning of the term "environment" is still subject to widely varying definitions. This first special analysis of Federal funding for environmental activities has been limited to selected areas. Among the areas of federally funded activity important to environmental understanding and environmental quality *not* included in this analysis are:

- Environmental education;
- Preventing or correcting environmental degradation resulting from public works or natural resource exploitation;
- Management of public lands;
- Population control and population distribution;
- Programs that are justified and conducted for some other primary purpose (e.g., R. & D. on improved methods for producing energy and undergrounding high-voltage electric transmission lines) but which may have significant environmental quality or natural resource conservation benefits; and
- Federal activities conducted outside the United States, including scientific activities overseas financed with special foreign currency.



SPECIAL ANALYSIS S

SELECTED AGENCY BUDGETS BY PROGRAM CATEGORIES

This analysis reports the budget authority of a number of Federal agencies by program structure for the years 1970, 1971, and 1972. This structure arose from efforts to identify more precisely the relationship between agency budgets and agency objectives. It is, therefore, different from the more frequently used appropriation structures, which may reflect programs, organizational structure, objects of expenditure, etc., and sometimes present the various operating segments of an agency.

Program structures provide insight into the objectives of Federal agencies; and the allocation of budget authority provides a measure of the relative priorities of an agency's programs. For some programs, however, budget authority may not be the best measure of the agency's priorities or relative program levels. For example, a more meaningful measure for a loan program may be the commitments that flow from consideration of loan applications.

Several caveats should be observed in using the data reported here. First, because program structures are created within each agency separately, there is no guarantee that similar program titles in different agencies describe identical objectives. Consequently, the amounts recommended for a particular program should not be cumulated across agency lines. In addition, the ability of agencies to attribute budget authority to the program structure varies widely, since the program structure often does not have a direct relationship to the appropriation structure which provides an operational basis for intra-agency budget allocations. Statistical allocations are used where necessary to distribute appropriation requests to program structures.

Twenty-one agencies with budgets representing approximately 95% of the total recommended 1972 budget authority are included in this analysis. The Environmental Protection Agency, created in 1971, appears for the first time.

As the program planning and evaluation systems of the several agencies continue to improve in coverage and precision, the limitations described above will tend to disappear, and the ability of Government executives to allocate funds efficiently, on the basis of more accurate knowledge of the costs and effects of Federal programs, will be increased significantly.

DEPARTMENT OF AGRICULTURE

The 15 program categories of the Department of Agriculture, plus General administration and Program support, reflect the goals of increasing the capacity to produce those agricultural and forest products needed for domestic and export consumption while assuring adequate returns to producers, expanding export markets, assuring a

decent home for every American, eliminating hunger and malnutrition in the United States, protecting public health, promoting economic and social development of rural areas in achieving balanced growth, and promoting agricultural development in friendly foreign countries.

The recently enacted Agricultural Act of 1970 and the Food Stamp Act of 1970 represent the major new program thrusts for 1972. Principal program level increases recommended are food assistance programs, cooperative research and extension programs, inspection of meat and poultry, timber management, rural housing loans and environmental quality.

Table S-1. PROGRAM DISTRIBUTION OF BUDGET AUTHORITY
DEPARTMENT OF AGRICULTURE (in millions of dollars)

Program category	1970 actual	1971 estimate	1972 estimate
Farm income.....	4,739	3,000	3,959
Agricultural production capacity.....	625	650	589
Agricultural marketing and distribution system.....	141	152	154
Food for peace.....	920	703	1,321
Export market development.....	89	117	108
Foreign agricultural development.....	4	4	8
Food and nutrition.....	1,506	2,696	3,126
Health and safety.....	132	149	160
Youth development and family living.....	42	48	48
Community development services.....	29	37	38
Housing ¹	42	59	90
Public facility and business expansion.....	427	479	695
Resource protection and environmental improvement.....	251	317	262
Recreation, wildlife, and natural beauty.....	57	59	69
Timber.....	362	381	398
General administration.....	5	6	7
Program support.....	46	50	51
Total distributed to programs above.....	9,419	8,907	11,083
Deduction for offsetting receipts.....	-490	-550	-590
Total budget authority, Department of Agriculture.....	8,929	8,357	10,493

¹ Budget authority does not reflect program level.

DEPARTMENT OF COMMERCE

The Department of Commerce is engaged in a wide range of activities to promote the Nation's economic development and technological advancement.

The reduction in budget authority for the Periodic data production program results from the completion in 1971 of major elements of data processing for the decennial census. Activity will continue in 1972 on other, smaller periodic censuses.

The major change within the Economic development assistance category is the increase in District programs. This reflects the continued increase in the number of development districts eligible for funding assistance.

The Promotion of industry and commerce category is primarily aimed at improving the U.S. balance of trade. There is a significant increase in this area to provide trade adjustment assistance to industries adversely affected by imports.













